

DA results from the external parallel run (EPR) of Nordic flow-based

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- 1. Updates since last meeting & upcoming events
- 2. Background information on the EPR
- 3. EPR results week 3-6
 - Impacts on SEW, prices, flows, net positions, constraining CNECs
- 4. Specific hours











Upcoming events

- Next monthly meeting:
 - Monthly meeting on Tuesday 11/4, 9-11 CET covering the results for week 7-10.
 - Monthly meeting on Wednesday 8/5, 9-11 CET covering the results for week 11-14.
 - Note: Moved due to Christ's Ascension day.











Follow-up from the last hybrid SH meeting

- To/from Bidding zones on all CNECs on JAO publication tool:
 - It is currently not possible to provide bidding zone to and from values on the remaining CNECs.
 - This is under development and will be implemented in one of the coming updates.











Updated SVK FRM

- Svenska kraftnät has identified the FRM of 5% on all Swedish CNECs not to be a sufficient marginal to manage all market outcomes.
- In order to ensure operational security, Svenska kraftnät increases the FRM on 13 certain CNECs to 10%, starting from the 26th of February.
- The increased FRM means an increased marginal to cover for uncertainties, and the increase of the FRM means that the RAM of the CNEC is reduced proportionally to the FRM.
- The change gives better opportunity to validate the market outcome and reduces the risk of overloads.
- The Nordic CCM explains that the reliability marginal should be regularly evaluated, and this change of the FRM is a result of such an evaluation.











External parallel run (EPR)

- In EPR, the capacity calculation process for both FB and NTC is performed in parallel. Market results are available for:
 - NTC = actual day-ahead market coupling results, "production"
 - FB = simulated market coupling results with flow-based constraints
- Simulations are done on a weekly basis after a 2-week grace period, and the market report is published ~4 weeks after production.
- Goals of the EPR:
 - 1) Ensure that the capacity calculation process works
 - 2) Show the differences between FB and NTC capacity calculation methods
 - 3) Intended for market participants to become familiar with FB capacity calculation and the impacts FB may have on the market outcome

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4) "Learning by doing" for TSOs







The role of TSOs and EPR

- Flow-based capacity calculation aims to enhance the use of current transmission capacities.
 - The role of TSOs is to provide as much transmission capacity to the markets, as operationally secure, to ensure efficiency.
 - Other market participants are responsible for other segments of the day-ahead market; TSOs should not intervene or speculate in these.
- EPR compares different capacity calculation methods but uses the same market coupling algorithm and same order books as in NTC.
 - This enables a fair comparison of the two capacity calculation methods. It isolates the impacts solely from FB without further assumptions.
 - EPR is not a forecast of future prices and flows.
 - With higher capacity available, there may be other changes in the market after go-live, but these are not considered.
 - EPR is intended to show the impact if we would have used FB for any single day-ahead coupling instead of NTC.
- Why we measure the SEW impact of FB?
 - EPR is done the way NRAs and CACM require TSOs to perform it.*
 - Higher SEW per MTU indicates higher or economically more efficient flows
 - Higher SEW over a long time indicates a trend of the above

The report shall include at least the following, based on a per MTU level of granularity:

- A calculation of DA socio-economic effects (as measured by delta in consumers' surplus, producers' surplus and congestion income) from flow-based capacity calculation compared to the current capacity calculation method in use. The geographical area for this calculation shall be the Nordic market area plus neighboring countries if possible.
- If the accumulated DA socio-economic effect of flow-based is negative over any two-week period, the TSOs shall provide analysis and explain why this occurred.

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* https://www.fingrid.fi/globalassets/dokumentit/fi/tiedotteet/sahkomarkkinat/2020/paatos-cacm-suuntaviivojen-202-artiklan-mukaisen-nordic-kapasiteetin-laskenta-alueen-yhteisen-kapasiteetin-laskentamenetelman-muuttamisesta.pdf







Summary of week 3-6, 2024











Social welfare change W3-6

- These 4 week can be split into 3 periods:
 - Period 1 with small or negative welfare changes
 - Period 2 with positive welfare changes
 - Period 3 with small or negative welfare changes
- Over the full period flow-based results in a higher SEW compared to NTC for the Nordic region, and for the whole market coupling region (SDAC) over all periods.
 - Total Nordic SEW change +9.5 M€
 - Total SEW change in the SDAC region +8.4 M€



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Sauda transformers

2023-12-24 MTU 10



- Sauda transformers are located in NO2
- During high import from the Continent and deficit of power in parts of NO5 and NO2, these transformers are very loaded (in both NTC and FB).
- In NTC, the operators use a lot of counter trade and grid splitting to avoid overloads.
- In flow-based, the model forces production in NO5, increasing the price, but avoiding overloads (and avoiding counter trade)
- We are still analyzing this case, but the operators seem happy with the FB solution.

Map: Price and flows from FB







Map: Prices and flows from NTC





FI PTC limitation in FB

- Outage in Finland the 17th and 18th January.
- In FB, this causes a limitation (max flow of 1900 MW) on CNEC FI_PTC_P1_SOUTH. This also affects cross-border flows from SE1 to FI.
- In NTC, the limitation is not visible to the markets in the transmission capacity that was given to SE1-FI border. This is due to a change in switching that can change the topology in real time, which enables higher flows on P1 cut and on the SE1-FI border.
- The correct way to handle this in FB would have been to give the PTC limits assuming the switching change (topology change) can be used.
- This was the same limitation that occurred on the 8th and 9th January, but due to the grace period for the simulations the correct way of handling was not used.



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Series capacitors and countertrade on SE2-SE3

Series capacitors

- Occasionally, the setup of the series capacitors on the SE2-SE3 border differ between FB and NTC
 - The configuration of the series capacitors have an impact on the flow on the border
 - When FB does not match the real configuration, the allowed flow on SE2-SE3 is lower than in NTC
- Svk FB process was improved last winter to better match the expected setup of the series capacitors.



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Nordic Net Position W3-6

- The total Nordic NP change is 26 GWh.
 - Period 1: NP increases with 1 GWh from NTC to FB
 - Period 2: NP increases with 27 GWh from NTC to FB
 - Period 3: NP decreases with 2 GWh from NTC to FB





Nordic region in NTC in period 1 (15.-25.1.)

- For the first period, the prices in all areas decrease compared to the first weeks in January, partly due to rising temperatures.
- The highest prices are found in Finland and the Baltics, just as in the weeks before.
- Southern Nordics have similar prices to the continent, and the North has the lowest prices.
- Constraints in the grid:
 - Northern Nordics -> Southern Nordics
 - NO+SE+DK+DE-> FI and the Baltics + PL
- The Nordics was a net exporter towards the continent for this first period.



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Figure: Average price in each BZ in NTC

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Nordic region in NTC in period 2 (26.1. - 04.2.)

- For the second period, the prices in all areas decrease compared to the previous period, due to higher wind and lower consumption.
- The highest prices are found in the Baltics, just as in the weeks before.
- Southern Norway and Denmark has higher prices than the rest of the Nordic
- Constraints in the grid:
 - Northern Norway & Sweden -> Denmark & Southern Norway
 - Nordics -> Baltics + PL
- The Nordics was a net exporter towards the continent for this second period



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Figure: Average price in each BZ in NTC

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Nordic region in NTC in period 3 (05.2. - 11.2)

- For the third period, the prices in all areas increase again compared to the previous periods, due to lower wind and higher consumption.
- The highest prices are found in Finland and the Baltics, just as in the weeks before.
- The rest of the Nordics have similar prices to the continent, besides NO4.
- Constraints in the grid:
 - NO4 -> the rest of the Nordics
 - NO+SE+DK+DE-> FI + the Baltics + PL
- The Nordics was a net exporter towards the continent for this third period, though on the first two days the Nordics were importing from the continent.



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Figure: Average price in each BZ in NTC

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Average prices in the Nordic region Period 1

For these weeks, there are Constraints between:

- the Baltics and the Nordics.
- North and South
 - The flow over these constraining elements was increased with 7 GWh.
 - The flow on FennoSkan FI->SE3 was increased on the 21.-23./1 which decreased the total flow from SE3->FI.

The price decreases with ~1-4 EUR/MWh in NO5, NO1, SE1 and SE2

The price increases in NO3, NO4, SE3, SE4 and FI with ~2-4 EUR/MWh





Figure: Average price in each BZ in FB and NTC. Arrows show the increased flow over constraining elements. SVENSKA **FINGRID**

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Impact on buy and sell volumes (FB-NTC) Period 1

- Biggest difference of demand is noted in SE2 and NO4, largest overall difference in NP is in SE2, NO3 and NO4
- Mostly the change in supply volumes that are impacting the changing net positions in the bidding zones



Figure: Demand and supply volumes difference (FB-NTC) and the corresponding net position change

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Prices Period 1

Rounded to nearest integer. Thousands separated by comma. Example: 1,234,567

- FB decreases the average prices in DK1, NO1, NO2, NO5 and northern Sweden and slightly increases them in the other bidding zones.
- The maximum prices decreased for FI, NO1, NO3, NO5 and northern Sweden, but increases for DK, NO1, NO4, SE3 and SE4.

| Bidding zone | Mi | n. price | Max | . price | Av | /g. price | |
|--------------|----|----------|-----|---------|----|-----------|--------|
| | FB | NTC | FB | NTC | FB | NTC | FB-NTC |
| DK1 | -2 | 0 | 158 | 150 | 71 | 71 | -1 |
| DK2 | 1 | 4 | 278 | 276 | 76 | 75 | 1 |
| FI | 5 | 4 | 217 | 276 | 79 | 78 | 2 |
| NO1 | 21 | 5 | 152 | 276 | 73 | 77 | -4 |
| NO2 | 11 | 5 | 149 | 149 | 72 | 73 | -1 |
| NO3 | 27 | 8 | 107 | 129 | 62 | 60 | 3 |
| NO4 | 12 | 8 | 104 | 126 | 49 | 45 | 4 |
| NO5 | 41 | 47 | 137 | 136 | 73 | 74 | -1 |
| SE1 | 6 | 4 | 119 | 129 | 53 | 57 | -4 |
| SE2 | 5 | 4 | 117 | 129 | 52 | 57 | -4 |
| SE3 | 2 | 4 | 272 | 276 | 74 | 71 | 3 |
| SE4 | 1 | 4 | 286 | 276 | 75 | 71 | 4 |

Table: Min, max and mean prices for all bidding zones in FB and NTC









Constraining CNECs in FB Period 1

Counts of hours with shadowprice (FB)

Thousands separated by comma and decimal separated by dot. Example: 1,234.56

| \$CNEC | <pre>\$Count of hours</pre> | <pre>\$Average shadowprice</pre> | <pre>\$Total shadowprice</pre> |
|---|-----------------------------|----------------------------------|--------------------------------|
| aa1f62d72a4542469efd7c04200ebc18 | 31 | 281.23 | 8,718.00 |
| 5b371d95995e451fb82df83eb87a097d | 82 | 75.54 | 6,193.87 |
| 63044f426c204cd986df20e3ea37b083 | 48 | 77.76 | 3,732.56 |
| 13792_325 65% 420 Namsos-Ogndal + 30% 420 Namsos-Hofstad + 300 Tunnsjødal-Verdal | 96 | 35.00 | 3,360.01 |
| AC_Minimum_SE4_SP | 148 | 20.48 | 3,030.95 |
| 2c6fc39e621d4eb2904ba4f5d320a561 | 155 | 19.13 | 2,964.90 |
| eb6c0c2c2da3490986cde866666a2fd01 | 84 | 35.23 | 2,959.12 |
| FI_PTC_RAC_SE1-FI | 122 | 21.79 | 2,658.18 |
| 15351_126 95% Sauda T3 Transformator P + Sauda T2 Transformator P | 16 | 152.30 | 2,436.81 |
| FI_PTC_P1_SOUTH | 34 | 67.04 | 2,279.26 |
| DK1_NL_EXP | 87 | 25.28 | 2,198.97 |
| ebfbe847b3bf497c82d430b3ced4c08a | 18 | 119.71 | 2,154.81 |
| FI_PTC_SE1-FI_NO4-FI | 59 | 32.54 | 1,920.03 |
| FI_RAC_SE1-FI_VUENNONKOSKI- PETAJASKOSKI_OLG3_SIPS | 16 | 92.15 | 1,474.48 |
| FI_PTC_FI_EL_EXPORT | 58 | 25.10 | 1,456.03 |
| AC_Minimum_NO2_ND | 80 | 16.56 | 1,325.12 |
| AC_Maximum_DK2_K0 | 91 | 14.47 | 1,316.45 |
| AC_Maximum_SE4_BC | 59 | 22.15 | 1,306.60 |
| f5ddead2e90b4ad4a09333cf04ec2c23 | 39 | 32.10 | 1,251.92 |
| AC_Minimum_SE3_FS | 46 | 20.98 | 965.29 |

Table: Top 25 aggregated shadow prices on CNEC level







- The CNECs with highest shadow prices are the CNECs on the border between SE2 & SE3
- High shadow prices indicate that more flow would have increased the total SDAC welfare.



SEW Impact on bidding zone level Period 1

- The impact on the different parts of the SEW from FB differs between the Nordic bidding zones.
- Largest positive total SEW change in NO1 and SE3.
- Negative difference in SEW is observed in DK2, NO2, NO5, SE1 and SE4.
- FB results in a gain for consumers in NO1, NO2, NO5, SE1 and SE2 while the producers in SE3, SE4, NO4 and FI experience the largest gain with FB compared to NTC.



Figure: SEW change per stakeholder in CCR Nordic per BZ











Average prices in the Nordic region Period 2

For these weeks, there are Constraints between:

- the Baltics and the Nordics
- Northern Nordics and Southern Nordics
 - The flow over these constraints increased with from 560 to 906 GWh

The price decreases with ~2-6 EUR/MWh in DK1, NO1, NO2 and NO5 The prices increases the most in FI, SE4 and NO3 with up to 10 EUR/MWh





Figure: Average price in each BZ in FB and NTC. Arrows show the increased flow over constraining elements.









Impact on buy and sell volumes (FB-NTC) Period 2

Difference between FB and NTC for NP, demand and surplus in each area

Demand
 Net_position
 Supply

50 GWh -50 -100 DK1 NO1 NO2 NO5 SE4 NO4 NO3 DK2 SE3 SE2 SE1 FI biddingzone

Figure: Demand and supply volumes difference (FB-NTC) and the corresponding net position change

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Biggest difference of demand is

noted in SE2 and NO4, largest overall difference in NP is in

Mostly the change in supply

changing net positions in the

volumes that are impacting the

SE2, NO3 and NO4

bidding zones





Prices Period 2

Market prices

Rounded to nearest integer. Thousands separated by comma. Example: 1,234,567

| Bidding zone | | Min. price | M | ax. price | | Avg. price | |
|--------------|----|------------|-----|-----------|----|------------|--------|
| | FB | NTC | FB | NTC | FB | NTC | FB-NTC |
| DK1 | 0 | 0 | 126 | 127 | 45 | 51 | -6 |
| DK2 | 0 | 0 | 126 | 127 | 42 | 40 | 2 |
| FI | -2 | -2 | 146 | 146 | 23 | 19 | 4 |
| NO1 | 1 | 0 | 67 | 123 | 51 | 54 | -2 |
| NO2 | 1 | 0 | 68 | 123 | 51 | 54 | -2 |
| NO3 | 3 | 3 | 54 | 48 | 31 | 21 | 10 |
| NO4 | 6 | 3 | 41 | 40 | 22 | 20 | 2 |
| NO5 | 3 | 37 | 64 | 68 | 50 | 54 | -4 |
| SE1 | -1 | -2 | 64 | 53 | 19 | 15 | 3 |
| SE2 | -2 | -2 | 64 | 53 | 18 | 15 | 3 |
| SE3 | -4 | -2 | 81 | 123 | 28 | 25 | 3 |
| SE4 | -5 | -2 | 126 | 127 | 36 | 28 | 7 |

Table: Min, max and mean prices for all bidding zones in FB and NTC









- FB decreases the average prices in DK1, NO1, NO2 and NO5 and slightly increases them in the other bidding zones.
- The maximum prices decreased for NO1, NO2, NO5 and SE3, but increases for NO3, SE1, SE2



Constraining CNECs in FB Period 2

Counts of hours with shadowprice (FB)

Thousands separated by comma and decimal separated by dot. Example: 1,234.56

| \$CNEC | <pre>\$Count of hours</pre> | <pre>\$Average shadowprice</pre> | <pre>\$Total shadowprice</pre> |
|--|-----------------------------|----------------------------------|--------------------------------|
| FI_PTC_FI_EL_EXPORT | 163 | 55.67 | 9,075.01 |
| AC_Minimum_SE4_SP | 168 | 37.58 | 6,313.80 |
| ACLineSegment ENDK DK1 E_FOU-MOSV 1 F Terminal : F | 73 | 84.09 | 6,138.92 |
| 2c6fc39e621d4eb2904ba4f5d320a561 | 144 | 41.05 | 5,911.04 |
| 8cb682e3597e4cdd8a01ef1b51e8c0ac | 135 | 34.01 | 4,591.11 |
| AC_Minimum_DK2_KO | 176 | 25.00 | 4,400.02 |
| AC_Minimum_SE4_BC | 123 | 34.12 | 4,196.81 |
| 5b371d95995e451fb82df83eb87a097d | 25 | 143.92 | 3,597.90 |
| AC_Minimum_SE4_NB | 82 | 42.74 | 3,504.77 |
| AC_Minimum_FI_EL | 63 | 53.75 | 3,386.56 |
| AC_Minimum_NO2_ND | 167 | 20.06 | 3,349.36 |
| AC_Minimum_NO2_NK | 139 | 17.40 | 2,418.99 |
| DK1_NL_EXP | 117 | 19.80 | 2,316.37 |
| 15291_10 40% 420 Moskog-Høyanger + 300 Øvre Vinstra-Fåberg | 64 | 34.98 | 2,238.56 |
| 95471208ee54440688398b4931935828 | 64 | 33.02 | 2,113.42 |
| 0469673b77a74012bc8fdefeec2006eb | 63 | 33.13 | 2,087.38 |
| 15291_10 40% 420 Viklandet-Ørskog + 300 Øvre Vinstra-Fåberg | 36 | 46.67 | 1,680.21 |
| 63044f426c204cd986df20e3ea37b083 | 15 | 100.63 | 1,509.38 |
| DK2_SV_IMP | 110 | 13.07 | 1,438.09 |
| 1096fc921980413e9502fddceec26900 | 46 | 29.84 | 1,372.72 |
| Tables Ten aggregated shadow prices | ON CNEC lovel | | |

Table: Top aggregated shadow prices on CNEC level









- The CNECs with highest shadow prices are the CNECs for HVDCs and few internal CNECs in Sweden and Denmark
- High shadow prices indicate that more flow would have increased the total SDAC welfare.



SEW Impact on bidding zone level Period 2

- The impact on the different parts of the SEW from FB differs significantly between the Nordic bidding zones.
- Largest positive total SEW change in SE2 and SE3.
- Negative difference in SEW is observed in DK2, NO5 and SE4.
- FB results in a gain for consumers in NO1, NO2, NO5 and DK1 while the producers in Sweden, NO3 and FI experience the largest gain with FB compared to NTC.



Total Nordic SEW per biddingzone (2024-01-26 - 2024-02-04) (incl. Hansa CI)

Figure: SEW change per stakeholder in CCR Nordic per BZ







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Average prices in the Nordic region Period 3

For these weeks, there are constraints between:

- the Baltics and the Nordics
- Sweden and Finland
- NO4 and SE1/NO3
 - The flow to both NO4 and SE1 is increased

Prices change few EUR/MWh in all bidding zones except NO4, where the price is increased by 9 EUR/MWh





Figure: Average price in each BZ in FB and NTC. Arrows show the increased flow over constraining elements.

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Impact on buy and sell volumes (FB-NTC) Period 3

- Biggest difference of demand is noted in FI and NO4, largest overall difference in NP is in SE2, NO3 and NO4
- Mostly the change in supply volumes that are impacting the changing net positions in the bidding zones



Figure: Demand and supply volumes difference (FB-NTC) and the corresponding net position change

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Prices Period 3

• Prices very similar in all areas except NO4, where average price is increased.

• The maximum prices decreased for DK1, NO1, NO2, NO4, NO5 and northern Sweden, but increases for DK2, SE3 and SE4.

Market prices

Rounded to nearest integer. Thousands separated by comma. Example: 1,234,567

| Bidding zone | | Min. price | Ma | ax. price | A | vg. price | |
|--------------|----|------------|-----|-----------|-----|-----------|--------|
| | FB | NTC | FB | NTC | FB | NTC | FB-NTC |
| DK1 | 0 | 0 | 134 | 136 | 64 | 64 | 0 |
| DK2 | 10 | 5 | 139 | 136 | 67 | 67 | 0 |
| FI | 12 | 5 | 250 | 250 | 106 | 104 | 2 |
| NO1 | 21 | 5 | 125 | 133 | 66 | 67 | -1 |
| NO2 | 22 | 5 | 125 | 132 | 66 | 66 | 0 |
| NO3 | 26 | 36 | 117 | 117 | 65 | 66 | -1 |
| NO4 | 19 | 20 | 108 | 117 | 61 | 53 | 9 |
| NO5 | 41 | 43 | 124 | 133 | 67 | 68 | -1 |
| SE1 | 12 | 5 | 103 | 117 | 63 | 64 | -2 |
| SE2 | 12 | 5 | 106 | 117 | 63 | 64 | -1 |
| SE3 | 11 | 5 | 141 | 136 | 68 | 67 | 1 |
| SE4 | 11 | 5 | 141 | 136 | 68 | 67 | 1 |

Table: Min, max and mean prices for all bidding zones in FB and NTC







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Constraining CNECs in FB Period 3

Counts of hours with shadowprice (FB)

Thousands separated by comma and decimal separated by dot. Example: 1,234.56

| \$CNEC | <pre>\$Count of hours</pre> | <pre>\$Average shadowprice</pre> | <pre> \$ Total shadowprice </pre> |
|--|-----------------------------|----------------------------------|-----------------------------------|
| AC_Minimum_DK2_SB ⊁ | 14 | 719.70 | 10,075.76 |
| FI_PTC_SE1-FI_NO4-FI | 116 | 46.76 | 5,424.00 |
| AC_Minimum_SE3_FS | 87 | 51.44 | 4,475.51 |
| 2c6fc39e621d4eb2904ba4f5d320a561 | 107 | 35.01 | 3,745.60 |
| FI_RAC_SE1-FI_VUENNONKOSKI- PETAJASKOSKI_OLG3_SIPS | 23 | 158.36 | 3,642.36 |
| 63044f426c204cd986df20e3ea37b083 | 41 | 85.10 | 3,489.04 |
| 15351_334.372 76% Sauda T3 Transformator P + Sauda T2 Transformator P | 14 | 93.32 | 1,306.50 |
| f5ddead2e90b4ad4a09333cf04ec2c23 | 41 | 27.75 | 1,137.61 |
| AC_Minimum_SE4_NB | 45 | 24.94 | 1,122.27 |
| AC_Maximum_FI_EL | 26 | 39.11 | 1,016.83 |
| 0469673b77a74012bc8fdefeec2006eb | 71 | 13.94 | 989.68 |
| DK1_NL_EXP | 72 | 10.35 | 745.21 |
| AC_Maximum_SE4_BC | 60 | 11.68 | 700.68 |
| AC_Maximum_DK2_KO | 68 | 9.49 | 645.10 |
| ebfbe847b3bf497c82d430b3ced4c08a | 12 | 52.42 | 629.02 |
| AC_Minimum_NO2_ND | 57 | 10.91 | 621.74 |
| AC_Minimum_SE4_SP | 38 | 12.60 | 478.69 |
| FI_PTC_FI_EL_EXPORT | 27 | 15.72 | 424.54 |
| 15351_334.372 66% Sauda T2 Transformator P + Sauda T3 Transformator P | 3 | 127.50 | 382.51 |
| AC_Maximum_NO2_NK | 23 | 14.19 | 326.35 |

Table: Top aggregated shadow prices on CNEC level



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- The CNECs with highest shadow prices are the CNECs in/out of Finland, cut 2 and HVDC interconnectors to the continent
- High shadow prices indicate that more flow would have increased the total SDAC welfare.

* For some MTUs the shadow price is unrealistic high due to multiple constraints at once. The value does not represent the increased SEW of increasing the RAM in these cases, However this issue does not impact the market solution. The TSO are investigating a fix to solve this.



SEW Impact on bidding zone level Period 3

- The impact on the different parts of the SEW from FB differs significantly between the Nordic bidding zones.
- Largest positive total SEW change in NO1 and SE3.
- Negative difference in SEW is observed in DK2, NO2, NO3, NO5, SE1 and SE4.
- FB results in a gain for consumers in DK1, NO1, NO2, NO3, NO5, SE1 and SE2 while the producers in SE3, NO4 and FI experience the largest gain with FB compared to NTC.



Figure: SEW change per stakeholder in CCR Nordic per BZ

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Specific hour walkthrough











Walk through specific hours and periods



Figure: Change in welfare for the period (FB-NTC)









16/1 MTU 8-9 huge consumer change

- CNEC originating from SvK is constraining and has high shadowprice of over 1000 EUR/MW
 - This reduces the flow between SE2-SE3 in FB compared to NTC.
 - Unintuitive flow in Fennoskan relieve the loading of this CNEC
- NO1 import is marginally increased in FB (154 MW), lowering area price.
- Consumer surplus originate in NO1, FI and the Baltic.
- Producer negative surplus highest in FI, NO1 and SE2 areas
- Price overall for both FB and NTC in Nordics spike from 6-9



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27/1 H20-21

- This is the MTU with the highest SEW gain for all 3 periods.
- High Nordic Net Position of 7239 MWh
- Significant price spreads between Northern and Southern Nordic in both NTC and FB.
- Full flow to the continent in both NTC and FB.
- Flow-based enable a higher flow over the constraiing elements.











27/1 H20-21

- Flow-based enable 2,4 GWh flow over the constrainng elements.
- NO4 has a NP change of 1,5 GWh and shift from being a importing a BZ to a exporting BZ.
- A higher flow through Norway and Sweden is possible with FB.
- The prices change the most in SE3 and SE4 even through the NP change is minor in these areas.
 - SE4: NP change is 25 MWh with a price impact of 32 EUR.
 - NO2: NP change is -1145 MWh with a price impact of -2 EUR.
 - NO4: NP change is 1478 MWh with a price impact of 7 EUR.
 - NO3: NP change is 223 MWh with a price impact of 19 EUR.



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Circular flow between SE-FI on January 22nd, MTU 1-6

- On January 22nd, for MTUs 1-6, a circular flow is allocated by Euphemia through FI & SE over Fenno-Skan.
- A circular flow will always contain at least one HVDC line, where the flow can be controlled.
- The NP remains unchanged for the real BZs in the circle, this means that the production and consumption are not affected.
- The circular flow will always have a relieving effect on constrainng elements.



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Circular flow between SE-FI on January 22nd, MTU 1-6 Example: MTU3

• The circular flow can be split into multiple flows:

FI_FS -> FI -> SE1 -> SE2 -> SE3 -> SE3_FS

- FI is importing on FennoSkan, so the NP in FI_FS will be positive.
- SE3 is exporting on FennoSkan, so the NP in SE3_FS will be negative.
- The total NP change in the system is zero as the NP of FI_FS is equal to SE3_FS.
- Only the VBZ for FI_FS and SE3_FS has an impact on the CNECs.
- The relieving effect of a circular flow can therefore be found by investigating the Zone-To-Zone PTDF value, when importing in FI_FS and exporting in SE3_FS:

```
ZtZ FI_FS-SE3_FS = ZtS FI_FS - ZtS SE3_FS
```



| | Shadow | Effect from circular flow |
|--|--------|------------------------------|
| JAO_CNEC_Name | Price | ZtZ FI_FS -> SE3_FS |
| 15351_372 76% Sauda T3 Transformator P + Sauda T2 Transformator P | 190,66 | -0,0031 |
| 46227fc896eb4807bef06c30f3b209a6 | 33,59 | -0,0329 |
| AC_Minimum_NO2_ND | 22,98 | 0,0000 |
| AC_Minimum_SE4_SP | 18,30 | 0,0000 |
| AC_Minimum_SE4_NB | 18,07 | 0,0000 |
| AC_Minimum_FI_EL | 16,30 | 0,0000 |
| 13792_325 420 Kristiansand-Arendal + 420 Kristiansand-Kvinesdal + 420 Kristiansand- Brokke + Kristia | 2,50 | 0,0000 |
| FI_PTC_RAC_FI-SE1 | 1,69 | 1,0000 |
| AC_Minimum_SE3_KS | 0,60 | 0,0000 |
| DK1_DK_EXP | 0,03 | 0,0000 |
| FINGRID | | Statnett |



Circular flow between SE-FI on January 22nd, MTU 1-6 Example: MTU3

The circular flow has a relieving effect on the 2 most constraiing CNECs for this MTU.

The circular flow is limited by the CNEC - between FI->SE1.

This is applies for MTU 1-6 on the 22/1.

| JAO_CNEC_Name | Shadow Price | Effect from circular flow ZtZ FI_FS -> SE3_FS |
|--|-----------------|--|
| 15351_372 76% Sauda T3 Transformator P + Sauda T2 Transformator P | 190,66 | -0,0031 |
| 46227fc896eb4807bef06c30f3b209a6 | 33,59 | -0,0329 |
| AC_Minimum_NO2_ND | 22,98 | 0,0000 |
| AC_Minimum_SE4_SP | 18,30 | 0,0000 |
| AC_Minimum_SE4_NB | 18,07 | 0,0000 |
| AC_Minimum_FI_EL 13792_325 420 Kristiansand-Arendal + 420 Kristiansand-Kvinesdal + 420 Kristiansand-Brokke + | 16,30 | 0,0000 |
| Kristia | 2,50 | 0,0000 |
| FI_PTC_RAC_FI-SE1 | 1,69 | 1,0000 |
| AC_Minimum_SE3_KS | 0,60 | 0,0000 |
| DK1_DK_EXP | 0,03 | 0,0000 |

ENERGINET







January 29th, MTU 17-20

- Increased flow through Finland and from Northern Sweden decreasing prices in Southern Sweden and Norway
- Slightly reduced flow on SE2>SE3 due to border CNEC limiting flow too much.











January 29th, MTU 17-20

- Comparing FB to NTC flows, FB allows for increased flow from east to west in SE3
- Increased flow decreases prices in Southern Sweden and Norway









Questions?











Thank you!

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