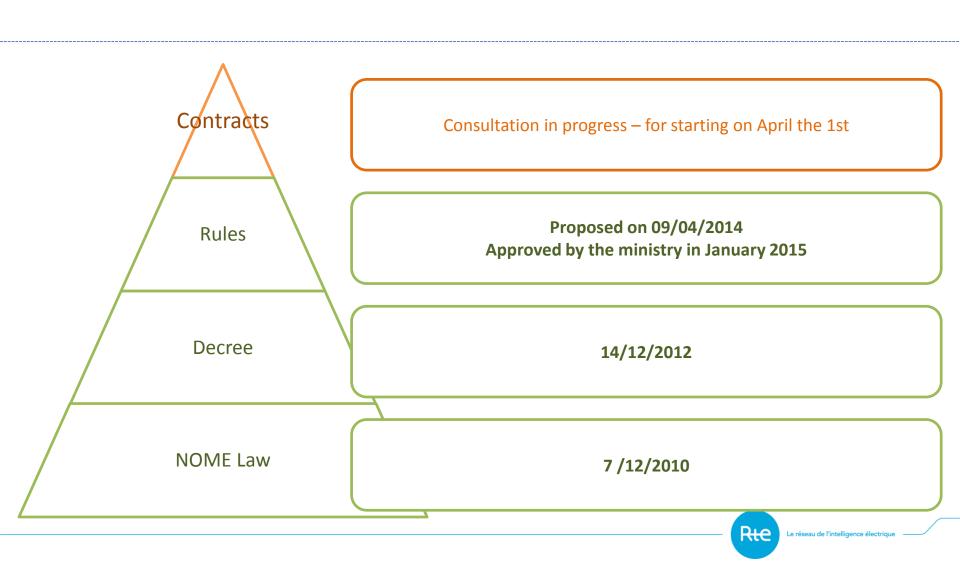


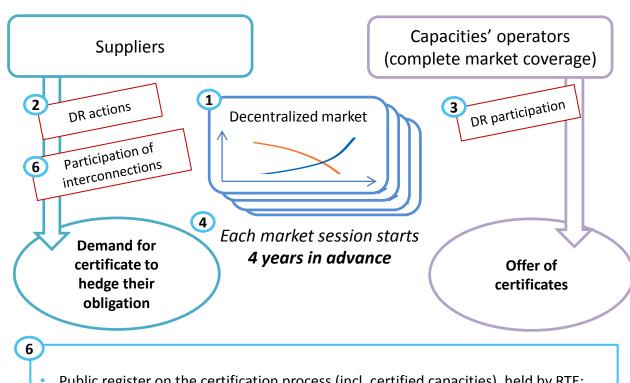
Outlook of the French capacity market

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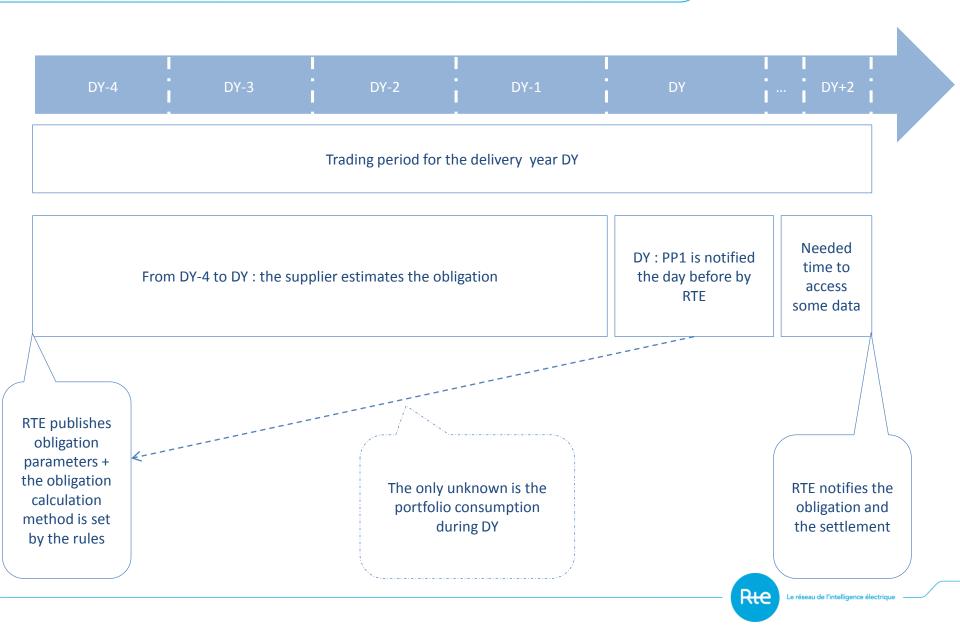
The French capacity market in a nutshell

1 Market-based 2 Capacity-wide All capacities can compete 3 **Forward looking Transparency** 5 Participation of interconnections (starting from the 1st delivery year)

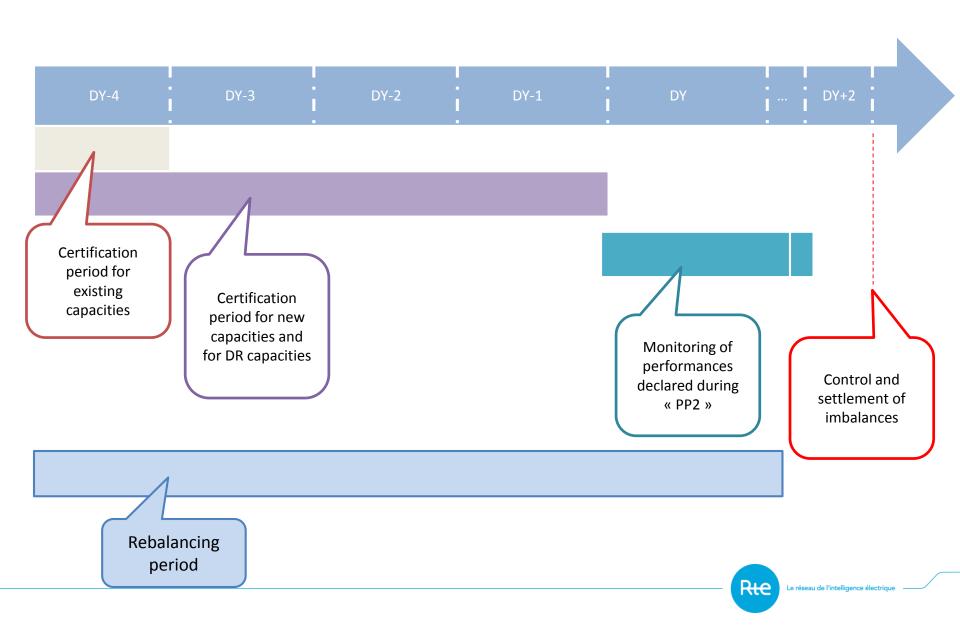


- Public register on the certification process (incl. certified capacities), held by RTE;
- **Transparency on prices and volumes**, given by the Regulatory Authority;
- National adequacy forecast, published by RTE (non-binding document);
- **Annual observatory of the capacity market,** published by the Regulatory Authority.

From a supplier's point of view



The capacity market from a capacity owner's point of view



Focus: participation of DR in the market

Enhancing and supporting DR development in the market had direct implications on design choices of the mechanism.

Choices for the implicit product

Enabling DR participation in the obligation of suppliers means **shaping the peak period** to optimize the potential impact of a DR action on the obligation (obligation calculation is based on real consumption during those peak hours)

→ Proposition to **have short peak period** based of the highest consumption hours.

Choices for the explicit product

Enabling DR participation in the certification process means defining accurately DR's contribution to SoS, and defining a certification method that reflects the contribution of their availability – with no distinction between "production availability" or "demand side availability".

Moreover, the certification has to be flexible to enable most strategic decisions (a compulsory certification 4 years in advance – as for production would not be appropriate).

- → Proposition to provide certificates to DR capacities regarding their availability during peak period. The certification method applied, or control principles are the same than production ones.
- → Proposition to allow certification until the beginning of the delivery year (while production has to be certified 4 years in advance).

For more information on the French capacity market, the supporting document on RTE's proposition is available online:

- in French
- in English

