

**ELECTRICITY INTERCONNECTOR OPERATOR  
LICENCE**

**Issued to EirGrid Plc**

**Licence Reference Number:**

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**PART I – TERMS OF THE LICENCE**

1. The Commission for Regulation of Utilities (hereinafter referred to as "**the Commission**"), in exercise of the powers conferred by Section 14(1)(i) of the Electricity Regulation Act, 1999 (as amended) (hereinafter referred to as "**the Act**"), hereby grants to EirGrid Plc (hereinafter referred to as "**the Licensee**") a licence to transport electricity across and maintain the Interconnector identified in Schedule 1 subject:
  - (a) to the Conditions set out in Part II – Section A; and
  - (b) to the Conditions set out in Part II – Section B; together hereinafter referred to as "**the Conditions**".
2. The Conditions are subject to modification or amendment in accordance with their terms or with Sections 14(3), 14(6)(a), 14(6)(b) or 19 of the Act. The licence hereby granted (hereinafter referred to as "**this Licence**") is further subject to the terms as to revocation specified in Schedule 2.
3. This Licence shall come into force on XXX 2026 and, unless revoked in accordance with the provisions of Schedule 2, shall continue in full force and effect until determined by not less than 25 years' notice in writing given by the Commission to the Licensee, such notice not to be served earlier than the 25th anniversary of the date on which this Licence comes into force.

Sealed with the common seal of the Commission for Regulation of Utilities  
on .....

Commissioner

Member of staff of the Commission

## **Part II – Section A: The Standard Conditions**

### **Condition 1 Interpretation and Construction**

1. Unless the contrary intention appears:
  - (a) words and expressions used in the Conditions or the Schedule shall be constructed as if they were in an enactment and the Interpretation Acts, 1937 to 2005 applied to them; and
  - (b) references to an enactment shall include subordinate legislation and, in both cases, any statutory modification or re-enactment thereof after the date when this Licence comes into force.
2. Any word or expression defined for the purposes of any provision of the Act, the Regulation, or other applicable law shall, unless otherwise defined herein, have the same meaning when used in the Conditions or in the Schedule.
3. In the Conditions and in the Schedule, unless otherwise specified or the context otherwise requires:

<b>“Act”</b>	refers to the Electricity Regulation Act 1999;
<b>"Affiliate"</b>	in relation to the Licensee or any Subsidiary of a Holding Company of the Licensee, means any Holding Company of the Licensee or any Subsidiary of the Licensee or any Subsidiary of a Holding Company of the Licensee;
<b>“Ancillary Services”</b>	has the meaning given in the Grid Code and shall be deemed to also include such other services as directed by the Commission from time to time;
<b>“Authorised Adviser”</b>	means such professional advisers of the Licensee as may require access to any Confidential Information;
<b>"Authorised Recipient"</b>	means, in relation to any Confidential Information, any employee, contractor or agent of the Licensee who, before the Confidential Information had been divulged to them by the Licensee, had been informed of the nature and effect of this Condition and who requires access to such Confidential Information for the proper performance of their duties as an employee, contractor or agent, in the course of permitted activities, including activities requiring collaboration with RTE;
<b>"CACM Regulation"</b>	means Commission Regulation (EU) 2015/1222 of 24 July 2015, establishing a Guideline on Capacity Allocation and Congestion

	Management;
<b>“Capacity Market Code”</b>	has the meaning given to that term in the Transmission System Operator licence;
<b>"Confidential Information"</b>	means any non-public information relating to the business, affairs and finances of an interconnector user being confidential to that interconnector user whether or not such information is marked confidential, including, without limitation, Commercially Sensitive Information held or obtained by the Licensee in the discharge of its functions under the Act and this Licence;
<b>“Commercially Sensitive Information”</b>	means any Confidential Information the disclosure of which would reasonably be expected to materially prejudice the interests of the person to whom the information relates;
<b>“Companies Acts”</b>	mean the Companies Act 2014 (as amended) and every other enactment which is to be read together with that Act;
<b>“Core Capacity Calculation</b>	shall have the same meaning as set out in decision no.4/2024 of the European Union Agency for the Cooperation of Energy Regulators published on 19 March 2024;
<b>“Distribution Code”</b>	means the code of that name prepared by the Distribution System Operator pursuant to Section 33 of the Act, and approved by the Commission, as from time to time revised, amended, supplemented or replaced with the approval or at the instance of the Commission;
<b>“Distribution Operator”</b>	<b>System</b> means the person licensed to operate the distribution system pursuant to Section 14(1)(g) of the Act;
<b>“Electricity Market Regulation”</b>	means Regulation (EU) 2019/943 of the European Parliament and of the Council of 5 June 2019 on the internal market for electricity (recast), as consolidated on 2024
<b>“End-to-end Interconnector”</b>	Means (i) the Interconnector (as defined below) (ii) and the assets owned by RTE located within the jurisdiction of France, onshore and offshore from the outer boundary of the French Exclusive Economic Zone(as defined below);
<b>“Environmental Laws”</b>	means those laws which are from time to time in force whose purpose is the protection of the

environment including the protection of human health, flora, fauna and the eco-systems on which they depend, and for the avoidance of doubt shall include but shall not be limited to the Environment Protection Agency Acts 1992 and 2003, the Waste Management Act 1996 and all relevant legislation relating to the assessment of environmental impacts, and the protection of air, land, the environment and water.

<b>“Exclusive Economic Zone”</b>	has the meaning given to that term in Part V of the United Nations Convention on the Law of the Sea (adopted 10 December 1982, entered into force 16 November 1994).
<b>“FCA Regulation”</b>	means Commission Regulation (EU) 2016/1719 of 26 September 2016 establishing a guideline on forward capacity allocation;
<b>“Harmonised Allocation Rules”</b>	means the harmonised allocation rules for long term transmission rights on an EU level (prepared in accordance with Article 51 of the FCA Regulation) in force at that time including the approved regional annexes for the Core Capacity Calculation Region (Core CCR).
<b>"Grid Code"</b>	means the code of that name prepared by the Transmission System Operator pursuant to Section 33 of the Act and approved by the Commission, as from time to time revised, amended, supplemented or replaced with the approval or at the instance of the Commission;
<b>"Holding Company"</b>	means a holding company within the meaning of the Companies Acts;
<b>"Interconnector"</b>	means equipment used to link the electricity system of Ireland to the electricity system of France, specifically the assets owned by the Licensee and located (i) within the jurisdiction of Ireland, onshore and offshore to the outer boundary of the Irish Exclusive Economic Zone (ii) within the United Kingdom’s territorial waters and the UK Exclusive Economic Zone and (iii) up to the outer boundary of the French Exclusive Economic Zone;
<b>“Interconnector Business”</b>	means the Licensee’s business of operating the Interconnector as authorised by this Licence;
<b>"Interconnector Licence"</b>	means a licence granted under Section 14(1)(i) of the Act;

<b>"Interconnector Revenue"</b>	means all income which the Licensee receives in respect of carrying on the Interconnector Business, including but not limited to all income which the Licensee receives (a) from the allocation of Interconnector capacity (including congestion income as defined in the CACM Regulation), (b) from the proceeds of the sale of Long Term Transmission Rights by the Licensee, less the net remuneration paid by the Licensee to holders of Financial Transmission Rights, (c) from the provision of Ancillary Services, (d) EirGrid's allocation of any shared income between EirGrid and RTÉ (e) under the terms of the Capacity Market Code, and (f) as the proceeds of any insurance policy maintained by the Licensee and approved by the Commission, to the extent that the basis for such policy is the replacement of any other item of Interconnector Revenue that has been lost on account of an insurable event;
<b>"interconnector transfer"</b>	means the flow of electricity across the End-to-End Interconnector;
<b>"Levy Order"</b>	means an Order made by the Commission under paragraph 16 of the Schedule 1 to the Act;
<b>"Licensee"</b>	means EirGrid Plc;
<b>"Long Term Transmission Rights"</b>	has the meaning given to the terms "Physical Transmission Right" and / or "Financial Transmission Right Option" and/or "Financial Transmission Right Obligation" (as applicable from time to time) in the Harmonised Allocation Rules;
<b>"Market Operator"</b>	means the person licensed to operate the single electricity market pursuant to Section 14(1)(j) of the Act;
<b>"Metering Code"</b>	means the code of that name prepared by the Distribution System Operator and approved by the Commission, as from time to time revised, amended, supplemented or replaced with the approval of or at the instance of the Commission;
<b>"modification"</b>	includes addition, deletion, amendment and substitution; and cognate expressions shall be construed accordingly
<b>"Network Codes"</b>	means (i) any network codes established under

Article 59 of the Electricity Market Regulation, and (ii) guidelines adopted under Article 61 of the Electricity Market Regulation and (iii) any equivalent network codes or guidelines adopted under Regulation (EC) 714/2009;

**“Nominated Electricity Market Operator”**

means any person designated to perform the activities required of a Nominated Electricity Market Operator for performance of day-ahead and intraday market coupling under the CACM Regulation

**"Participating Interest"**

has the meaning given to that term in the Companies Acts;

**"Related Undertaking"**

means any undertaking having a Participating Interest in the Licensee or any undertaking in which the Licensee has a Participating Interest

**"representation"**

includes any objection or any other proposal made in writing;

**“scheduling and dispatch”**

means the process of scheduling and issuing direct instructions for dispatch of available generation units and interconnector transfers by the Transmission System Operator;

**“Single Electricity Market”**

means the single wholesale electricity market for the Island of Ireland implemented in the Republic of Ireland pursuant to the Act and the Single Market Regulations;

**Subsidiary"**

has the meaning given in the Companies Acts;

**"SEM Trading and Settlement Code"**

means the code of that name developed pursuant to Section 9BA(1) of the Act, as from time to time revised, amended supplemented or replaced with the approval or at the instance of the Commission;

**"Transmission System"**

means the system of electric lines comprising wholly or mainly of high voltage lines and electric plant and which is used for conveying electricity from a generating station to a substation, from one generating station to another, from one substation to another or to or from any Interconnector or to final customers, and (in the case of the transmission system in the State shall include any Interconnector owned by the Electricity Supply Board);

**"Transmission System Operator"**

means the person licensed to operate the transmission System under Section 14(1)(e) of the Act.

**"RTÉ"**

means Réseau de Transport d'Électricité, the electricity transmission system operator responsible for the operation, maintenance, and development of France's high-voltage transmission system.

4. Unless otherwise specified:
  - (a) any reference to a numbered Condition is a reference to the Condition bearing that number in this Licence;
  - (b) any reference to a numbered paragraph is a reference to the paragraph bearing that number in the Condition or Schedule in which the reference occurs; and
  - (c) without prejudice to any provision which restricts such variation, supplement or replacement, any reference to any agreement, licence (other than this Licence), code or other instrument shall include a reference to such agreement, licence, code or other instrument as varied, supplemented or replaced from time to time.
5. The heading or title of any Part, Condition, Schedule or paragraph shall not affect the construction thereof.
6. Where any obligation of the Licensee is expressed to require performance within a specified time limit that obligation shall continue to be binding and enforceable after that time limit if the Licensee fails to perform that obligation within that time limit (but without prejudice to all rights and remedies available against the Licensee by reason of the Licensee's failure to perform within the time limit).
7. The provisions of Section 4 (Service of Notices) of the Act shall apply for the purposes of the delivery or service of any document, direction or notice to be delivered or served pursuant to this Licence and directions issued by the Commission pursuant to any Condition shall be delivered or served as aforesaid.

## **Condition 2 Separation of Accounts**

1. The Licensee shall draw up, submit to audit and publish its annual accounts in accordance with the requirements of the Companies Acts. A copy shall be delivered to the Commission as soon as reasonably practicable, and in any event no later than four months after the end of the period to which the accounts relate.
2. Without prejudice to paragraph 1, the Licensee shall, in its internal accounting, keep or cause to be kept accounts for the Interconnector Business which when requested from time to time by the Commission, must be delivered to the Commission in the form and at the times specified by the Commission. The accounts shall be in accordance with such regulatory accounting guidelines as may be issued by the Commission from time to time. The accounts shall also be in accordance with any and all directions as are reasonable and appropriate for the purposes of this Condition as the Commission may, from time to time, notify to the Licensee.
3. The regulatory accounting guidelines or directions notified by the Commission to the Licensee under paragraph 2 may, inter alia:
  - (a) specify the form of the accounting statements/records, including but not limited to, profit and loss accounts, balance sheets, recognised gains and losses statements, cash flow statements and statements of the amounts of any revenues, costs, assets, liabilities, reserves or provisions which have been either charged from or to any other business or determined by allocation or apportionment between the consolidated Interconnector Business and any other business.
  - (b) specify the nature and content of the accounting statements/records, including information on specified types of revenue, cost, asset or liability and information on the revenues, costs, assets and liabilities attributable to specified activities.
  - (c) require any reconciliation that may be required with the annual accounts of the Licensee prepared under the Companies Acts.
  - (d) specify the accounting principles (including the basis for the allocation of costs) and the bases of valuation to be used in preparing accounting statements/records.
4. The Licensee shall not, in relation to the accounting statements in respect of a financial year, change the basis of charge, apportionment or allocation from those applied in respect of the previous financial year, unless the Commission shall previously have issued directions for the purposes of this Condition directing the Licensee to change such basis in a manner set out in the directions or the Commission gives its prior written approval to the change in such basis.
5. The Licensee shall comply with any directions issued by the Commission for the purposes of this Condition.

### **Condition 3 Provision of Information to the Commission**

1. In this Condition, "**information**" shall include any books, documents, records (whether stored, maintained or preserved by means of any mechanical or electronic device or otherwise), accounts, estimates, returns or reports (whether or not prepared specifically at the request of the Commission) of any description and in any format specified by the Commission.
2. The Licensee shall furnish to the Commission, in such manner and at such times as the Commission may require, such information and shall procure and furnish to it such reports as the Commission may consider necessary in the light of the Conditions or as it may require for the purpose of performing the functions assigned or transferred to it by or under the Act.
2. Without prejudice to the generality of paragraph 1, the Commission may call for the furnishing of accounting information which is more extensive than or differs from that required to be prepared and supplied to the Commission under Condition 2.
3. The power of the Commission to call for information under paragraph 1 is without prejudice to the power of the Commission to call for information under or pursuant to any other Condition of this Licence or under or pursuant to the Act or any other enactment.

#### **Condition 4 Compliance with Laws and Directions**

1. The Licensee shall comply with the Act (as amended), the Conditions of this Licence and all relevant EU and Irish laws and the relevant statutory consents necessary to operate the Interconnector.
2. The Licensee shall comply with any directions or determinations made by the Commission pursuant to Sections 23, 24, and 25 of the Act and with any court orders made pursuant to Section 26 of the Act.
3. Any costs associated with compliance with such directions, determinations and court orders in relation to the Interconnector shall be the responsibility of the Licensee.
4. Upon the Commission's request, the Licensee shall report on compliance or other matters the Commission may specify in relation to Paragraphs 1 and 2 in this Condition.
5. The Licensee shall on an annual basis report as to how it complies with the Conditions of this Licence.

**Condition 5 Payment of Levy**

1. The Licensee shall pay to the Commission any amounts specified in, or determined under, a Levy Order, in accordance with the provisions of such Levy Order.

**Condition 6 Compliance with Codes**

1. The Licensee shall at all times comply with the provisions of the Grid Code, Distribution Code and Metering Code, from time to time in force, insofar as applicable to it.
2. The Licensee shall be party to, and shall comply with the SEM Trading and Settlement Code insofar as applicable to it.
3. The Licensee shall be party to, and shall comply with the Capacity Market Code insofar as applicable to it.
4. The Licensee shall report to the Commission on its compliance with the Grid Code, Distribution Code, Metering Code, the Capacity Market Code and the SEM Trading and Settlement Code as required by the Commission.

**Condition 7 Public Service Obligation**

1. The Licensee shall comply with any public service obligation imposed on it by the Commission pursuant to Section 39 (Public Service Obligations) of the Act.

### **Condition 8 Security Arrangements**

1. Where requested by the Commission, the Licensee shall co-operate with the Commission and the Transmission System Operator in strategic contingency planning during periods when the Commission deems necessary for reasons of security of supply.
2. The Licensee shall co-operate with the Transmission System Operator with the aim of facilitating the Transmission System Operator in the fulfilment of its obligations under Condition 9 of its licence.

**Condition 9 Provision of Information to the Transmission System Operator, Distribution System Operator, Market Operator, Nominated Electricity Market Operators, and other entities**

1. The Licensee shall furnish to the Transmission System Operator, the Distribution System Operator, any relevant Nominated Electricity Market Operator, any person licensed as a transmission system operator in the EU or the Market Operator, information concerning the operation, capacity, constraints and technical specifications of the End-to-End Interconnector in such manner and at such times as may reasonably:
  - (a) be required for the Transmission System Operator, the Distribution System Operator, a Nominated Electricity Market Operator or the Market Operator to enable them to comply with obligations under their own licence or applicable industry codes; or
  - (b) be specified in directions issued from time to time by the Commission to the Licensee for the purpose of sub-paragraph (a) above, having taken into consideration any representations made to the Commission by the Licensee and the Transmission System Operator or a Nominated Electricity Market Operator, the Distribution System Operator or the Market Operator, and in accordance with any conditions contained in such directions.
2. The Licensee shall be entitled to refuse to provide an item of information on the grounds that its disclosure would seriously and prejudicially affect the commercial interests of the Licensee unless and until the Commission, by notice in writing given to the Licensee, directs it to provide that item of information on the grounds that provision thereof is necessary or expedient for the purpose mentioned in subparagraph 1(a).
3. This Condition shall not require the Licensee to produce any documents or give any information relating to parts of the Interconnector outside the Licensee's jurisdiction or which it could not be compelled to produce or give in evidence in civil proceedings before the court.

**Condition 10 Scheduling and Dispatch and Interconnector Transfers**

1. The Licensee shall ensure that arrangements are put in place such that all interconnector transfers for scheduling and dispatch are submitted in accordance with the SEM Trading and Settlement Code where scheduling and dispatch is required by the Grid Code.
2. The Licensee shall at such times and in such manner as may be provided under the Grid Code provide the Transmission System Operator with all information reasonably required by it to enable it to operate the system of scheduling and dispatch.

### **Condition 11 Ancillary Services**

1. The Licensee shall from time to time, if requested by the Transmission System Operator and in accordance with the provisions of the Grid Code , or as directed by the Commission, facilitate the provision of Ancillary Services or from any interconnector user which the Interconnector unit is capable of providing.
2. Upon the application of the Transmission System Operator wishing to question the terms offered by the Licensee pursuant to paragraph 1, the Commission shall settle any terms of the agreement in dispute between the Transmission System Operator and the Licensee in such manner as appears to the Commission to be reasonable.
3. If the Transmission System Operator wishes to proceed on the basis of the terms as settled by the Commission, the Licensee shall forthwith enter into and implement such agreement in accordance with its terms
4. The Licensee shall from time to time, if requested by an interconnector user and to the extent required in accordance with the provisions of the Grid Code, facilitate the provision of Ancillary Services which capable of providing.

**Condition 12 Environment**

1. The Licensee shall comply with all applicable European Union and Irish Environmental Laws whether in force at the date hereof or in the future.
2. The Licensee shall, not later than such date as the Commission may specify and in consultation with the Commission, prepare and from time to time modify a written policy setting out the manner in which the Licensee proposes to comply with its duties and obligations under all applicable European Union and Irish Environmental Laws.
3. The Licensee shall report annually to the Commission on its environmental performance in such form and at such times as the Commission may specify.
4. The Commission may at any time modify or vary the terms or conditions contained in this Licence in order to reflect obligations imposed by any International, national or European Union Environmental Laws.

### **Condition 13 Assignment of Licence and Transfer of Interconnector Business**

1. The Licensee shall not, without the prior written consent of the Commission, assign this Licence.
2. The Licensee shall not, without the prior written consent of the Commission, transfer to another person (the "**transferee**") all or any part of the Interconnector Business carried out under this Licence.
3. Any consent of the Commission to any assignment of this Licence or transfer of the Interconnector Business of the Licensee shall be subject to the Commission being satisfied that the assignee or transferee, as the case may be, will have the technical and financial capability to comply with the Conditions of this Licence and, in the case of a transfer only, the transferee being granted an Interconnector Licence, and may be subject to compliance by the assignee or transferee, as the case may be, with any other matters determined by the Commission to be necessary, including the modification of this Licence where deemed necessary by the Commission.
4. The Commission acknowledges that RTE from time to time may need to carry out maintenance or other operational tasks on the End-to-End Interconnector. No assignment of this Licence shall be required solely for the purposes of RTE carrying out such operational tasks or maintenance.
5. Nothing in this Condition shall prevent the Licensee transferring its Interconnector Business to an assignee where the Commission has consented to such assignment provided that such transfer is effected as soon as practicable after such consent has been given.

**Condition 14 Change in Control of the Licensee**

1. The Licensee shall notify the Commission of a change in control of the Licensee as soon as is practicable after such a change in control occurs.

### **Condition 15 Capacity Utilisation and Long Term Transmission Rights**

1. The Licensee shall make available the maximum capacity of the Licensee's Interconnector, in compliance with safety standards of secure network operation, and as set out in any of the Network Codes, and the Electricity Market Regulation.
2. The Licensee shall make available, (or shall procure that there are made available) arrangements for the auctioning of Long-Term Transmission Rights on the Licensee's Interconnector, in compliance with applicable EU and Irish laws (including, Electricity Market Regulation, the Network Codes and their subsidiary methodologies).

## **Condition 16 Dispute Resolution**

1. Subject to Condition 16(2), upon the application of any person who is, or claims to be, a person to whom the Licensee is obliged to make an offer as set out in Condition 20 of this licence and who wishes to dispute the making of an offer, the terms offered, the proposed charge or otherwise, including tariffs or non-price terms and conditions of the offer to that person (including a refusal by the Licensee to make such an offer, the Commission may, pursuant to Section 34A(5) of the Act, settle any terms of the agreement in dispute between the Licensee and that person or persons (as the case may be) in such manner as it appears to the Commission to be reasonable and the Licensee shall comply with and be bound by any such determination.
  
2. The right of:
  - (a) any person who is, or claims to be, a person to whom the Licensee is obliged to make an offer as set out in Condition 20 of this licence and who wishes to dispute any of the matters referred to in Condition 16(1); and
  - (b) the Commission to settle the terms of the agreement in dispute between the Licensee and that person or persons as the case may be,

shall be subject to any requirement under the Harmonised Allocation Rules prescribed under the FCA Regulation that any such dispute be settled in accordance with a dispute resolution procedure under the Harmonised Allocation Rules

## **Condition 17 Prohibited Activities**

1. The Licensee shall not, and shall procure that any Affiliate or Related Undertaking of the Licensee shall not, on behalf of the Licensee, engage in the generation, trading or supply of electricity on the Island of Ireland, save where otherwise explicitly permitted through the written consent of the Commission.
2. The Licensee (and any relevant Affiliate or Related Undertaking of the Licensee) shall be permitted to trade electricity in the Single Electricity Market in order to:
  - (i) enable high power testing to be carried out, where required, following works on the End-to-End Interconnector to prove the link fit to return to commercial operation; or
  - (ii) manage the Licensee's imbalance exposure in the event of a forced outage

PROVIDED THAT such activities are carried out in accordance with the written consents and approvals provided by the Commission to the Licensee.
3. The Licensee shall notify the Commission of any interest the Licensee has in any other electricity undertaking forthwith, outside of the State, directly or indirectly acquired. The Licensee shall provide not less than two months prior written notification to the Commission of an interest in any other electricity undertakings that the Licensee intends to, directly or indirectly, acquire.

### **Condition 18 Restriction on Use of Certain Information**

1. The Licensee shall preserve the confidentiality of Commercially Sensitive Information held and/or obtained by it in the discharge of its functions as interconnector licensee in accordance with the Electricity Market Regulation, the Network Codes, the SEM Trading and Settlement Code, the Capacity Market Code, the Act and this Licence, and shall take all reasonable steps to require that such confidentiality is maintained by RTE where any such information is shared by the Licensee with RTE.
2. The Licensee shall implement such measures and procedures and take all such other steps as shall be specified in directions issued by the Commission from time to time for the purposes of this Condition to be in its opinion reasonably necessary for the purpose of securing compliance by the Licensee with its obligations under paragraph 1.
3. The Licensee shall ensure that Confidential Information is only disclosed to authorised recipients, classes of authorised recipients or authorised advisors.
4. Paragraphs 1 and 3 shall not apply to:
  - (a) any Confidential Information which, before or after it is furnished to the Licensee's employees, authorised recipients or authorised advisors, enters the public domain, except where that entry is a result of a breach of confidentiality; or otherwise ceases to be Confidential Information.
  - (b) the disclosure of any Confidential Information:
    - (i) in compliance with the duties of the Licensee under the Act, the Electricity Market Regulation, the Network Codes or any other requirement of a competent authority; or
    - (ii) in compliance with the Conditions granted in this Licence or any document referred to in this Licence with which the Licensee is required by virtue of the Act, the Electricity Market Regulation, the Network Codes or this Licence to comply; or
    - (iii) in compliance with any other requirement of law; or
    - (iv) pursuant to any judicial or other arbitral process or tribunal of competent jurisdiction; or
  - (c) any Confidential Information to the extent that the Licensee is expressly permitted or required to disclose that information under the terms of any agreement or arrangement (including the Grid Code, the Distribution Code, the Metering Code, the Capacity Market Code and the SEM Trading and Settlement Code) with the relevant person to whose affairs such Confidential Information relates
5. Without prejudice to the other provisions of this Condition, the Licensee shall take all reasonable steps to ensure that any additional copies made of the Confidential Information (including copies shared with RTE), whether in hard copy or computerised form, are clearly identified as Confidential Information.

6. The Licensee shall take all reasonable measures to prevent (so far as the Licensee can so require) any person who is or ceases to be employed by the Licensee, whether that person is or was employed part-time or full-time in the Interconnector Business, from disclosing Confidential Information.
7. The Licensee shall take all reasonable steps to ensure that every authorised recipient or authorised adviser to whom the Licensee discloses Confidential Information does not use that Confidential Information for any purpose other than that for which it was provided and does not disclose that Confidential Information otherwise than in accordance with the provisions of this Condition.
8. This Condition is without prejudice to the duties at law of the Licensee towards third parties.

## **Part II – Section B: Revenue and Third Party Access**

### **Condition 19 Use of Revenues**

1. The Licensee shall use any Interconnector Revenue only for one or more of the purposes listed in subparagraphs 2(a), 2(b) and 2(c) below.
2. The Licensee shall prepare and submit to the Commission for approval an annual revenue statement ('use of revenues statement'), in such form as the Commission may from time to time direct. This use of revenues statement must set out how Interconnector Revenue has been used for one or more of the following purposes:
  - (a) guaranteeing the actual availability of the allocated capacity including firmness compensation;
  - (b) maintaining or increasing cross-zonal capacities through optimisation of the usage of existing interconnectors by means of coordinated remedial actions, where applicable, or covering costs resulting from network investments that are relevant to reduce interconnector congestion; and/or.
  - (c) such other purposes as may be directed by the Commission from time to time.
3. For the avoidance of doubt, the allocation of revenues used for the purpose set out in 2(b) may relate to interconnection capacity other than that owned by the Licensee. The Commission may direct the Licensee to allocate a portion or all revenues it receives from the allocation of Interconnector capacity to an Interconnector other than that owned by the Licensee.
4. If the revenues cannot be efficiently used for the purposes set out in 2(a) and/or 2(b), they may be used, subject to the approval of the Commission, up to a maximum amount to be decided by the Commission, as income to be taken into account by the Commission when approving the methodology for calculating network tariffs, and/or in assessing whether tariffs should be modified.
5. The use of revenues statement submitted under this Licence Condition shall be submitted no later than 1 March each year. The use of revenues statement shall cover the 12 month period up to 31 December of the previous year.

**Condition 20 Access to the Licensee's Interconnector**

1. The Licensee shall make the capacity of Interconnector available in accordance with arrangements made under the CACM Regulation, FCA Regulation and their subsidiary methodologies on a non-discriminatory, objective and transparent basis in accordance with Section 34A of the Act.
2. The Licensee shall comply with any directions given to it by the Commission, from time to time, pursuant to Section 34A of the Act.

### **Condition 21 Application of Licence Conditions 19 and 20**

1. In accordance with this Licence Condition, Licence Conditions 19 and 20 ('the relevant Conditions') may:
  - (a) not have effect in this Licence;
  - (b) be suspended from operation in this Licence;
  - (c) be brought into operation, (where the Licence Condition did not have effect) or back into operation (where the Licence Condition was suspended from operation), in this Licence.
2. On the application of the Licensee the Commission may grant the Licensee an exemption from Conditions 19 and 20 to such an extent as determined by the Commission in granting an exemption as provided by Article 63 of the Electricity Market Regulation. Such an exemption order issued under this paragraph may be amended or revoked by the Commission in accordance with its provisions for the purposes of securing compliance with EU law and done following consultation with any person likely to have an interest in any such amendment or revocation.

### **Application of Licence Conditions**

3. In accordance with this Licence Condition, any Licence Condition may be suspended from operation in this Licence with due cause as may be determined by the Commission following consultation with the Licensee and any other party that the Commission considers may be affected by such suspension.

**SCHEDULE 1 Interconnectors to which this Licence Applies**

This Licence applies to the transportation of electricity across the End-to-End Interconnector and maintenance of the Interconnector, known as: -

<b>Interconnector</b>	<b>Address</b>	<b>Authorisation Ref No.</b>
1. Celtic Interconnector	The Oval 160 Shelbourne Road Ballsbridge Dublin 4 D04 FW28 Ireland	

## **SCHEDULE 2      Right of the Commission to Revoke this Licence**

1. The Commission may at any time revoke this Licence by not less than 30 days' notice in writing to the Licensee:
  - (a) if the Licensee agrees in writing with the Commission that this Licence should be revoked;
  - (b) if any amount payable under a Levy Order is unpaid 30 days after it has become due and remains unpaid for a period of 14 days after the Commission has given the Licensee notice in writing that the payment is overdue. Provided that no such notice shall be given earlier than the 16th day after the day on which the amount payable became due;
  - (c) if the Licensee fails to comply with a direction under Section 24 of the Act, a determination under Section 25 of the Act or an order under Section 26 of the Act and which (in respect of any of these cases) has been made in respect of a contravention or apprehended contravention of any of the Conditions of this Licence and (in respect of any of these cases) such failure is not rectified to the satisfaction of the Commission within three months, or such other period as the Commission may determine, after the Commission has given notice of such failure to the Licensee. Provided that in respect of a direction under Section 24 of the Act, no such notice shall be given by the Commission before the expiration of the period within which representations or objections under Section 24 of the Act could be made questioning a direction under Section 24 of the Act or before the proceedings relating to any such representations or objections are finally determined;
  - (d) if the Licensee fails to comply with any order made by the Minister under Sections 39 or 40 of the Act;
  - (e) if the Licensee:
    - (i) is unable to pay its debts (within the meaning of Section 570 of the Companies Act, 2014) or if it enters into any scheme of arrangement (other than for the purpose of reconstruction or amalgamation upon terms and within such period as may previously have been approved in writing by the Commission); or
    - (ii) has a receiver or an examiner within the meaning of Section 508(1) of the Companies Act, 2014, of the whole or any material part of its assets or undertaking appointed; or
    - (iii) passes any resolution for winding up other than a resolution previously approved in writing by the Commission; or

- (iv) becomes subject to an order for winding up by a court of a competent jurisdiction; or
  - (v) is dissolved, declared bankrupt or being of unsound mind;
- (f) if:
- (i) there is a change in the control of the Licensee; and
  - (ii) the Commission is satisfied that the new shareholder (together with the other companies in its group), does not have adequate technical, financial or managerial strength, taking into account the size of its shareholding in the Licensee; and
  - (iii) the Commission serves notice on the Licensee within three months of receiving notification of the change in control of the licence stating that the Commission proposes to revoke this Licence in pursuance of this paragraph unless such further change in control of the Licensee as is specified in the notice takes place within the period of three months beginning with the date of service of the notice; and
  - (iv) that further change does not take place within that period;
- (g) if the Licensee fails to notify the Commission as soon as practicable thereafter that a change in the control of the Licensee shall have occurred;
- (h) if the Licensee ceases to carry on the Interconnector Business for a period of 6 months except where the Commission is satisfied that this has occurred as a result of events beyond the reasonable control of the Licensee in which case the Commission shall substitute such longer period as it, in its sole discretion, considers reasonable in all the circumstances;
- (i) if the Licensee has not commenced carrying on the Interconnector Business within 6 months of the date this Licence comes into force or the date when the Interconnector successfully comes into commercial operation, whichever is the later, except where the Commission is satisfied that this has occurred as a result of events beyond the reasonable control of the Licensee in which case the Commission shall substitute such longer period as it, in its sole discretion, considers reasonable in all the circumstances; or
2. (a) For the purposes of paragraph 1(e)(i) of this Schedule, Section 570(a) and (b) of the Companies Act, 2014 shall have effect as if for “€10,000” (in the case of Section 570(a)) and as if for

€20,000 (in the case of Section 570(b)), there was substituted “€50,000” or such higher figure as the Commission may from time to time determine by notice in writing to the Licensee.

- (b) There is a change in the control of the Licensee for the purposes of paragraphs 1(f) and (g) of this Schedule whenever a person has control of the Licensee who did not have control of the Licensee when this Licence was granted.