

Market Coupling Project of Ukraine and Moldova

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Energy Community Secretariat

13th Ministerial Council

Background





- Cross-border exchange in electricity for both Ukraine and Moldova, is far from being compliant with EnC laws
- Largest part of the two `market areas' in the jurisdictions of Ukraine and Moldova are not synchronised with the Synchronous Area Continental Europe
 - For non-synchronised part: no possibility to form part of 8th Region's market, only for Byrshtyn Island
 - <u>But</u>: Integration of Ukrainian and Moldovan electricity markets in the form of market coupling can provide benefits by itself!
- Transparency and market-based price formation is not existing
- Cross-border trade is not characterised by free trade
- Long-term sustainability of the industry is not ensured due to lack of fair and reliable signals for efficient investment and operation

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Way Forward





Draft Proposal for Joint Project

- was developed and circulated
- foresees the establishment of a single organised market for day-ahead trading of electricity in and between Ukraine and Moldova
- cover the legal and regualtory framework
- base the technical solution on EU best practice
- Memorandum of Understanding between governments consolidated after comments and is awaiting finalisation
- Organisation of preparatory meeting between grid and market operators and ministry representatives awaiting support from Ministry of Economy of the Republic of Moldova





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