

**MINUTES OF THE RULES CHANGE PANEL  
134<sup>th</sup> MEETING  
HELD ON THURSDAY, 18 MAY 2023 AT 10.00AM  
VIA VIDEO-CONFERENCING**

Present:	Toh Seong Wah (Chairman) Henry Gan Teo Chin Hau Song Jian En Matthijs Jan Guichelaar Fong Yeng Keong Sean Chan	Soh Yap Choon Cheong Zhen Siong Tony Tan Rachel Su Huifen Sherman Toh
Absent with Apologies:	Calvin Quek Dr Toh Mun Heng Tan Chian Khong	
In Attendance: (EMC)	Poa Tiong Siaw Vincent Wise Li Zhenhui	Wang Jing Lim Chern Yuen Fernanda Tham

**Minutes of 134<sup>th</sup> RCP Meeting – 18 May 2023**

**Action**

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| 1.   | <b>Notice of Meeting</b>   |  |
|      | The Chairman called the meeting to order at 10.02am. The Notice and Agenda of the meeting were taken as read.  |  |
| 2.   | <b>Confirmation of Minutes of the 133<sup>rd</sup> Rules Change Panel Meeting</b>  |  |
|      | The Minutes of the 133 <sup>rd</sup> Rules Change Panel (“RCP”) meeting, held on 23 March 2023, were approved by the RCP.  |  |
| 3.   | <b>Update of Monitoring List, Summary of Outstanding Rules Change Submissions, and RCP Work Plan Status Update</b>   |  |
| 3.1. | Ms Wang Jing presented the Update of Monitoring List, Rule Change Submission, and RCP Work Plan Status Update.   |  |
| 3.2. | The RCP noted the updates from EMC.  |  |
| 4.   | <b>Update on the Technical Working Group (TWG) Meeting held on 17 May 2023</b>   |  |
| 4.1. | Mr Lim Chern Yuen informed that a TWG meeting was held on 17 May 2023, as a follow up to the 133 <sup>rd</sup> RCP meeting. The TWG is being tasked by the RCP to examine the feasibility of including Energy Storage System’s (ESS) State-of-Charge (SoC) within the Market Clearing Engine (MCE), and alternative solutions to maintain self-commitment while allowing for accurate MCE modelling. |  |

- 4.2. Mr Lim mentioned that it is still early at this stage for the TWG to arrive at any conclusion. EMC will work out more detailed workflows on the three options, involving verification with relevant parties such as PSO and ESS operators. He added that the TWG will further evaluate the feasibility of the available options upon having more details, and report back to the RCP.
- 4.3. The RCP noted the progress update on TWG discussions.
5. **Default Recovery Measures Arising from SilverCloud Energy Pte Ltd's Event of Default**
- 5.1. Mr Vincent Wise briefed the RCP on the general rule provisions governing default recovery measures. Mr Wise then presented the anticipated costs to further effect default recovery measures relating to SilverCloud Energy Pte Ltd's ("SilverCloud") events of default. These costs are mainly attributed to expected EMC efforts to address the default, and expected associated legal costs.
- (Mr Sean Chan joined the meeting)
- 5.2. Mr Wise shared that with SilverCloud's liquidation and its liquidators noting that there are insufficient assets to declare a dividend to creditors, no recovery of monies from SilverCloud is expected. Hence, EMC's recommendations to the RCP are as follows:
- To decline to approve any estimates of the costs and expenses in relation to the default recovery measures relating to SilverCloud's event(s) of default; and therefore
  - To discharge EMC from its obligations to effect default recovery measures under Section 9.8.1 of Chapter 3 of the Market Rules.
- 5.3. Mr Soh Yap Choon enquired whether the expected EMC efforts to address the events of default refers to EMC internal staff costing, or from additional external staff costs, or other costs incurred relating to this event of default.
- 5.4. Mr Vincent Wise responded that it refers to the internal man-hours likely to be expended in this event of default. Mr Henry Gan added that these figures represent an estimate of such costs.
- 5.5. Mr Soh clarified that the actual costs that may be additionally recovered from the market would only be the expected external legal costs. Mr Henry Gan responded that it is correct.
- 5.6. Mr Soh further enquired if the proposed recommendation is only applicable to this event of default. Mr Wise responded that this is correct, affirming that the handling of default recovery is on a case-by-case basis.
- 5.7. Mr Fong Yeng Keong asked if this is the first instance of this exercise involving default recovery measures. Mr Wise replied that this is correct. Mr Fong expressed concern if this would become a

precedent for future similar cases should the EMC not pursue it any further.

- 5.8. Mr Poa Tiong Siaw responded that it is only applicable specifically to SilverCloud's event of default as their liquidators have confirmed that there are no remaining assets to declare a dividend to creditors. Mr Poa reiterated that it is expected that no monies can be recovered from SilverCloud based on the liquidator's report. Mr Poa shared that EMC's focus is on preventing occurrences of default in the first place, by maintaining a robust framework for prudential requirement and exposure monitoring. How MPs manage their financial circumstances is beyond our control, but EMC will learn from lessons and update the framework accordingly.
- 5.9. Mr Cheong Zhen Siong asked how EMC is going to treat the outstanding amount owed by SilverCloud. Mr Henry Gan responded that it has already been collected from non-defaulting market participants through the default levies.
- 5.10. The RCP **by majority vote supported** the EMC's recommendation to decline to approve any estimate of costs and expenses in relation to further default recovery measures relating to SilverCloud's event(s) of default, and to discharge EMC from its obligations to effect further default recovery measures.

The following RCP members **supported**:

- Teo Chin Hau (Representative of Generation Licensees)
- Tony Tan (Representative of Generation Licensees)
- Rachel Su Huifen (Representative of the Market Support Services Licensee)
- Matthijs Jan Guichelaar (Representative of Retail Electricity Licensees)
- Sean Chan (Representative of Retail Electricity Licensees)
- Song Jian En (Representative of Retail Electricity Licensees)
- Sherman Toh (Representative of the Transmission Licensee)
- Soh Yap Choon (Representative of PSO)
- Cheong Zhen Siong (Representative of Wholesale Electricity Licensees)
- Fong Yeng Keong (Representative of consumers of electricity in Singapore)

The following RCP member **abstained**:

- Mr Henry Gan (Representative of EMC)

There being no other matters, the meeting ended at 10.25am.

**Toh Seong Wah**  
Chairman

Minutes taken by:  
Ivy Leong  
Legal, Compliance & Corporate Secretarial Executive