

Enhancement compliance plan notice

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As prescribed in the *Hydro Tasmania Enhancements Compliance Plan* under Principle 3.3, Hydro Tasmania must publicly disclose when it has instructed Basslink Pty Ltd to make a negative bid in either direction or a positive bid in a southward direction and the reason for doing so.

Hydro Tasmania instructed Basslink Pty Ltd to positively bid Basslink southward flows and to bid negative on Northward flows on two occasions on Friday 22nd October 2010, after constraint CA_SPS_3BD36B75_02 was binding and affecting Latrobe Valley while VIC price was higher than TAS price and TAS price was negative (as per Principle 3.2).

Exceptional market volatility caused the link bid to be removed and reinstated on several occasions: original bid was submitted at 10:57 (for all periods including 12:00) removed at 11:30 and reinstated at 11:37 (for all periods ending 16:00); removed again at 11:56 and reinstated at 12:01 (for all periods ending 16:00); removed again at 13:25 and reinstated at 13:30 (for all period ending 16:00); and finally removed at 14:25.

All times listed are market times.