

Baltic Cable - Surveillance Plan

1. LEGAL REQUIREMENTS, ETC.

Pursuant to Chapter 3, 17 § of the Swedish Electricity Act (1997:857) (the "Electricity Act"), a transmission system operation company (Sw. *företag som bedriver nätverksamhet*), which is part of the same group of companies as a company conducting generation or trading of electricity shall have a surveillance plan and shall ensure that the surveillance plan will be followed.

The surveillance plan shall set out such measures that shall be taken in order to counteract any discriminatory behaviour as against other market participants. The surveillance plan shall specifically state such special obligations that the employees have in order to achieve this purpose.

Pursuant to Chapter 3, 17 a § of the Electricity Act, a transmission system operation company required to have surveillance plan, shall appoint a responsible person, who shall independently control that the plan exist and that is followed. Such responsible person shall annually draft a report on the measures taken under the surveillance plan and submit such report to the regulatory authority. The transmission system operation company shall make the report public.

Baltic Cable AB is part of the Statkraft AS group of companies, which contains companies conducting generation or trading of electricity. While Baltic Cable AB does not fully meet the criterion of being a transmission system operation company under the Electricity Act, Baltic Cable AB undertakes that it will take the measures set out in this document in order to counteract any discriminatory behaviour as against market participants. Moreover, Baltic Cable AB will appoint a responsible person who shall independently control that the plan exists and that it is followed.

2. ENSURING NON-DISCRIMINATION OF MARKET PARTICIPANTS

2.1 Customers

Baltic Cable is a 600 MW High Voltage Direct Current Link between Västra Kärrestorp in southern Sweden and Herrenwyk in Germany. As such, it is not a transmission system (Sw. *ledningsnät*) that is capable of connecting any customers (whether generation

or consumption). Baltic Cable AB has no connected customers and will not connect any customers.

2.2 Generation or trading market participants

Baltic Cable AB is market coupled, i.e. all day-ahead trading is made by the independent contractor NordPool European Market Coupling Operator AS. Hence, there is third party access to Baltic Cable. Operation of the link is outsourced to the independent contractors E.ON Energidistribution AB and TenneT TSO GmbH. Baltic Cable AB shall maintain third party access to the link through maintaining the market coupling.

3. SPECIAL OBLIGATIONS FOR EMPLOYEES

The Responsible Person pursuant to clause 4 shall ensure that all staff are aware and adhere to the undertakings made in clause 2.

4. RESPONSIBLE PERSON

The Board of Directors appointed by decision BC12/06-03/140 the managing director to be the responsible person pursuant to Chapter 3, 17 a § of the Electricity Act.