



# Establishing a Regional Electricity Market in S.E. Europe

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# Prerequisites for REM

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- Political commitment
- Technical infrastructure
- Set of rules
- Market participants



# REM in S.E. Europe (I)

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- An initiative of eight countries of the eight countries of the region in co-operation with EU
- The countries of the REM are:
  - Albania
  - Bosnia and Herzegovina
  - Bulgaria
  - Croatia
  - Federal Republic of Yugoslavia
  - FYROM
  - Hellas
  - Romania



# REM in S.E. Europe (II)

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- Studies financed by EC
- Political initiatives
- Role of EPG-NKUA
- REM's founding Declaration



# REM's main characteristics

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- Compliance with EU policies
- Compliance with UCTE rules
- Gradual development
- Target year 2005



# Political Commitment

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- Ministerial meetings
  - Declarations
  - Memorandum of Understanding
- EU contribution
- Stability Pact-Assistance



# Technical Infrastructure

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- Parallel and synchronous operation
- Reconstruction of transmission lines
- Improvement of infrastructure
- International assistance



# Set of rules

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- Developing national power markets
- Harmonising their operation
- Gradual development of REM mechanisms
  - T.S.Os
  - Regulators





# Market participants

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- Transition problems
- Opening production to private sector
- Eligible customers
- Price mechanisms



# Conclusion

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- The establishment of a REM is a complicated procedure reflecting the special characteristics at the participating markets

