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Market Surveillance Panel (MSP)  
Via: MACDinbox@eso.ca

Direct Energy Marketing Limited would like to thank the Market Surveillance Panel for the opportunity to submit comments with respect to the Market Power Framework.

In the 'Monitoring Report on IESO – Administered Electricity Markets' dated for the period from May 2006 – October 2006 on page 11 in the Executive Summary, the report indicates that there were no issues identified which are a cause for any concerns.

The following extract reinforces this point. *'The Market Surveillance Panel (MSP) found no evidence of gaming, abuse of market power or other inappropriate conduct by market participants or the market and system operator, the Independent Electricity System Operator (IESO).'*

The following was extracted from page 86 from the monitoring report. *'In its review and analyses of high priced and low priced hours and other anomalous events, the MAU did not find any event which suggested that there was gaming or abuse of market power by any market participant or inappropriate action by the IESO'*.

The following was extracted from page 161 of the monitoring report. *'Spot market prices generally reflected demand and supply conditions. We found no evidence of gaming, abuse of market power or other inappropriate conduct by market participants or the market and system operator, the Independent Electricity System Operator (IESO).'*

Direct Energy Marketing Limited is interested in why and whether it is appropriate for the Market Surveillance Panel (MSP) to introduce a framework which would require the market participants to potentially take on additional work to report when no market abuses were identified and reported. The MSP has indicated that they wish to make changes to the existing framework to test whether current procedures are functioning as designed.

Yours sincerely,  
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