

UK participation in EU Internal Energy Market

UK-EU Trade and Co-operation Agreement

- Multi-Region Loose Volume Coupling (MRLVC)

UK-EU summit May 2025

- Energy Title extended on “continuous basis”
- Explore participation in EU trading platforms “in all timeframes”
- Moves on from plans for Multi-Region Loose Volume Coupling (MRLVC)

Negotiations towards full recoupling of UK/GB electricity market to EU IEM

- Northern Ireland and Irish SEM
- Switzerland

Dynamic alignment of UK and EU markets

Market rules

- Clean Energy Package, Electricity Regulation and Directive
- Network codes on capacity allocation, congestion management and balancing etc
- GB balancing reforms e.g. market time period and gate closure

Wider alignment

- Carbon market linking
- Renewable energy
- State aid
- Environmental protection

Governance

- Agreement administered by Joint Committee
- Participation in NSEC, ACER, ENTSO-E, EU DSO entity
- Arbitration-based dispute resolution