

---

**TYPE & NUMBER**      EMR Circular 66

---

**Date**                      25 November 2015

**To**                            EMR Circular List

**From**                      EMR Settlement Limited

**Purpose**                    For information

---

### **Supplier CFD Credit Cover documents now published**

We would like to inform **Suppliers** that we have published the Supplier CFD Credit Cover documents on the [EMRS website](#). These documents support the Credit Cover provisions within the [Contracts for Difference \(Electricity Supplier Obligations\) Regulations 2014](#).

The documents include:

- [Working Practices](#)
  - WP42 – Supplier CFD Credit Cover
- [Guidance](#)
  - G5 – Supplier CFD Credit Cover

Documents related to Supplier's Capacity Market Credit Cover obligations and processes will be published next year. We will provide further updates via EMRS circulars.

### **Who should read these documents?**

Existing **Suppliers** or those wishing to supply electricity should read these documents. These documents will help them get a better understanding of their CFD Credit Cover obligations.

### **Questions covered in Guidance G5 - Supplier CFD Credit Cover:**

- What is Credit Cover used for and when is it used?
- Who must lodge Credit Cover?
- How much and what type of Credit Cover is required?
- How does the Credit Cover requirement work in practice?
- What happens if a Supplier does not provide enough Credit Cover or has too much?

### **Questions covered in Working Practice 42 - Supplier CFD Credit Cover:**

- How can I lodge Credit Cover?
- What are the bank account details to be used for Credit Cover?
- What is the Letter of Credit template?
- What information will EMRS provide to help me manage my Credit Cover requirements?
- What happens if I've lodged a Letter of Credit and my bank fails the bank rating requirements?
- What happens if my Letter of Credit is about to expire?

# CIRCULAR

---

- How can I get Credit Cover back?

## **Where can I locate the acronyms or definitions used in these publications?**

There is an acronyms and definitions document located on the on the right hand side of the [working practice page](#) of the EMRS website, under useful links.

## **Where can I get more information?**

If you have any further questions about this circular, please email [contact@emrsettlement.co.uk](mailto:contact@emrsettlement.co.uk) or call 020 7380 4333.