

Modify F.8.4.4 as follows, to replace the existing Mod drafting:

F.8.4.4 Subject to paragraphs F.8.4.6, F.8.4.6A and F.8.4.7, the System Operators shall determine the remaining price-quantity pairs contained in Capacity Auction Offers cleared in a Capacity Auction by applying the following rules:

- (a) a price-quantity pair that is Flexible may be cleared to any point between zero MW and the maximum quantity offered in that price-quantity pair;
- (b) a price-quantity pair that is Inflexible may be cleared at either zero MW or the maximum quantity offered in that price-quantity pair;
- (c) a price-quantity pair with a price less than the Offer Price Clearance Ratio of the Auction Clearing Price shall be cleared to its scheduled quantity as determined in accordance with paragraph F.8.3.2;
- (d) price-quantity pairs relating to the same Capacity Market Unit shall be cleared in order of increasing price, with nothing cleared from a price-quantity pair unless all lower priced price-quantity pairs relating to that Capacity Market Unit have fully cleared to their maximum quantity;
- (e) from the set of price-quantity pairs relating to Capacity Market Units that contribute to satisfying the Net Required Quantity determined under paragraph F.8.2.1(b)(i) in respect of a Locational Capacity Constraint
 - (-) either:
 - (i)
 - (A) the cumulative quantity cleared equals or exceeds that quantity; or
 - (B) if sub-paragraph (A) does not apply, all of those price-quantity pairs shall be cleared; and
 - (ii) the cumulative quantity cleared does not exceed the Net Maximum Quantity; and
- (f) Exempt Price-Quantity Pairs are not to be cleared to satisfy a Locational Capacity Constraint or to maximise Net Social Welfare until all applicable price-quantity pairs with an offered capacity duration of one Capacity Year have been cleared.