



Physical Clearing with NGX Live at ERCOT on Monday, August 26th

All ICE Physical ERCOT Traders:

As previously announced, the InterContinentalExchange and NGX will be adding physical clearing to the existing bilateral offering. Note the addition of physical clearing DOES NOT preclude you from trading bilaterally. But with the NGX product offering, our customers will receive the broadest set of counterparties along with best price execution. Please note new products are being built for this launch and they should appear in your Portfolios on August 26th. This is a one-time upgrade that might require you to re-sort your portfolios. We apologize ahead of time for any inconvenience this might present. The market will open at 6:00am CST, next day power will close at 12:00pm CST, and the market will close at 4:00pm CST.

NGX Clients and Prospects:

As a reminder, you will need to have your portfolios configured to initiate physical clearing with NGX. There are two options for configuring your portfolios. Option A is for physical product portfolios only. Option B is for portfolios with both physical and financial products. Here are the directions to take full advantage of the enhanced liquidity offered through clearing:

Option A:

- a) **Right Click on Portfolio that you wish to associate with NGX**
- b) **Click "Edit Portfolio"**
- c) **For Clearing Firm select NGX**
- d) **For Account ID select ALL NGX**
- e) **Save changes**

Option B:

- a) Right Click on Portfolio that you wish to associate with NGX**
- b) Select Clearing Accounts**
- c) Check Use Product Clearing Account**
- d) For Physical Products, select NGX under Account**
- e) Save changes**

If you are unable to choose NGX from the drop down in the portfolio edit tab, please contact your user administrator as this means they have not approved your WebICE account to clear.

Broker and Direct Transactions

For non-screen-based trades, broker facilitated and direct deals can also be cleared by NGX. Either your broker or NGX can put these deals directly into ICEBlock. We can be reached at the following IM: NGX US OTC, or call us at 281-720-0522.

NOCC Clients

Finally, note that due to the timing of the Labor Day Holiday weekend, for existing NOCC clients, next day products will continue to be available through NOCC for the balance of August deliveries; In other words, NGX will begin accepting only September 1 positions effective August 26. Next day power products will become available on NGX effective Tuesday, September 3rd.

For further information on NGX clearing at ERCOT, please contact Kylene Isenburg at 281.720.0533, or Richard Gutierrez at 713-898-9195.