MHHS PROGRAMME

Industry-led, Elexon facilitated

Settlement Timetable Expert Group (STEG) #12
02 September 2026

Version 2.0

MHHS-DEL4627

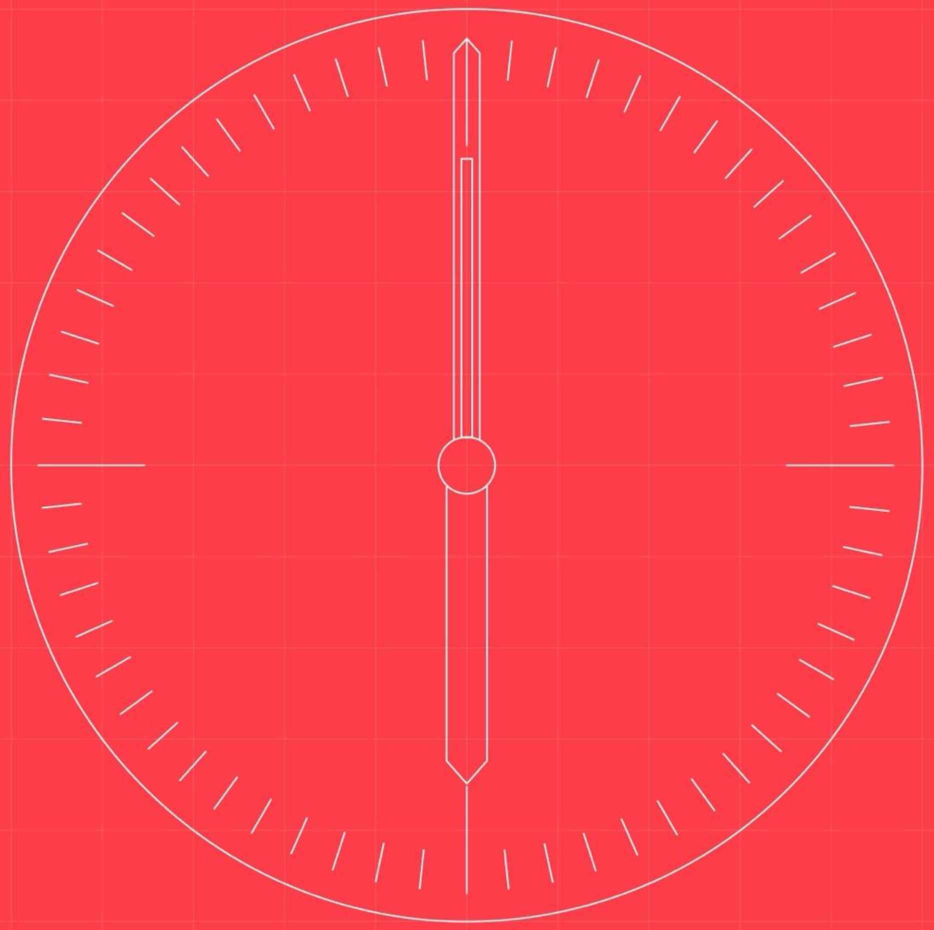
Agenda

Headline Report and Actions

DECISION: Approval of Headline Report of previous meeting and review outstanding actions

Chair & Secretariat

5 mins



Headline Report and Actions Review

1. Approval of Headline Report from meeting held 05 August 2026
2. Open actions and actions from previous meeting:

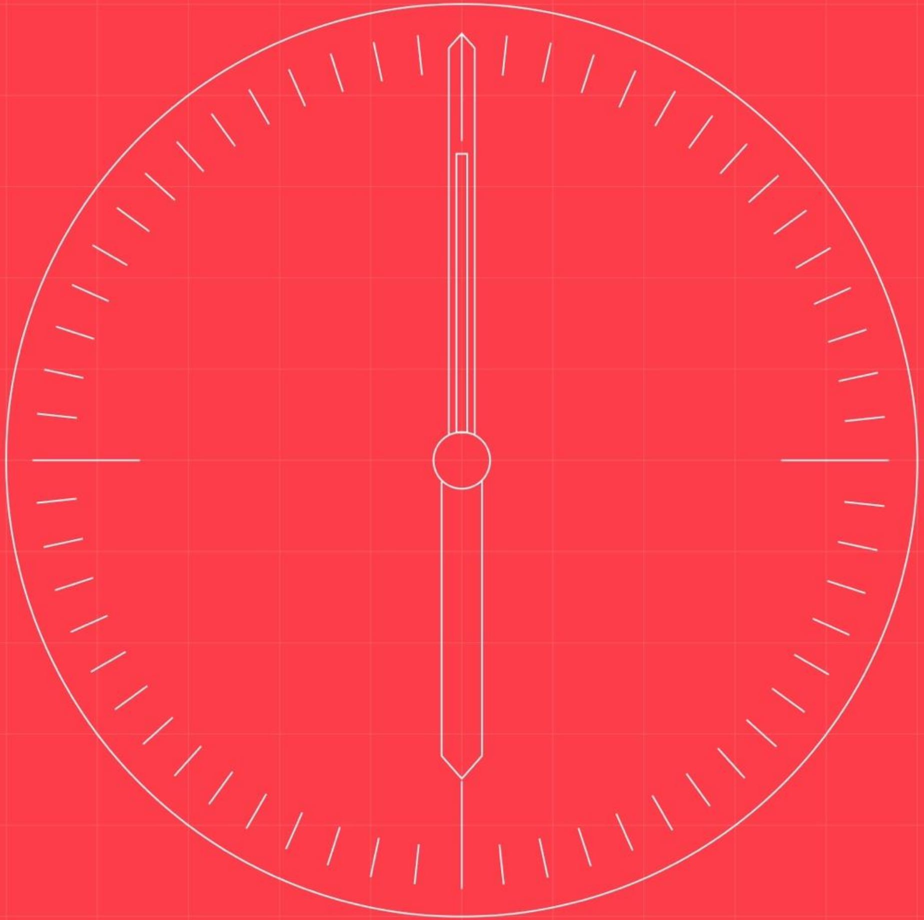
Ref	Date Raised	Action	Owner	Due Date	Latest Update
STEG09-03	08/07/26	Programme and Elexon to define the SF monitoring data requirements and assess the feasibility of extracting the required D+6WD data from MDS and report back to STEG.	MHHS Programme and Elexon Representative (Ian Smith, Justin Andrews & Riccardo Lampini)	TBC	**ONGOING:** Programme discussing with Elexon on reporting requirements and its feasibility. Update to be provided at meeting.
STEG09-04	08/07/26	Programme to review the impact of switching activity, including high-volume switching events, gains and defaulting, on settlement performance monitoring.	MHHS Programme (Ian Smith)	02/09/26	**ONGOING:** Update to be provided at 02 September meeting on the potential low impact of switching and analysis.
STEG10-03	22/07/26	Elexon to provide updates from the M16 BSC CVA Issue Group to STEG as a standing agenda item.	Elexon Representative (Matt Cogram)	02/09/26	**RECOMMEND CLOSED:** See agenda item 5.
STEG10-04	22/07/26	Participants to consider the impacts, risks and potential system changes associated with moving from a hard M15 dependency to a threshold-based approach, for discussion at the next STEG.	Programme Participants	02/09/26	**ONGOING:** Update provided in agenda item 4.
STEG11-01	05/08/26	Programme to develop proposed M16 Acceptance Criteria, including thresholds for unmigrated MPANs remaining at M15, and bring these back to STEG for consideration.	MHHS Programme (Ian Smith, Justin Andrews and Stuart Scott)	02/09/26	**ONGOING:** Update to be provided at 02 September meeting.
STEG11-02	05/08/26	Programme to issue position to MCAG on behalf of STEG stating that with the information available currently, M16 is achievable.	MHHS Programme (Ian Smith)	25/08/26	**RECOMMEND CLOSED:** MCAG Chair (with SRO delegated powers) approved STEG Assessment that M16 is achievable and likely to be met, at 25 August 2026 MCAG.

STEG Decision Point 1: Moving RF to 7 months

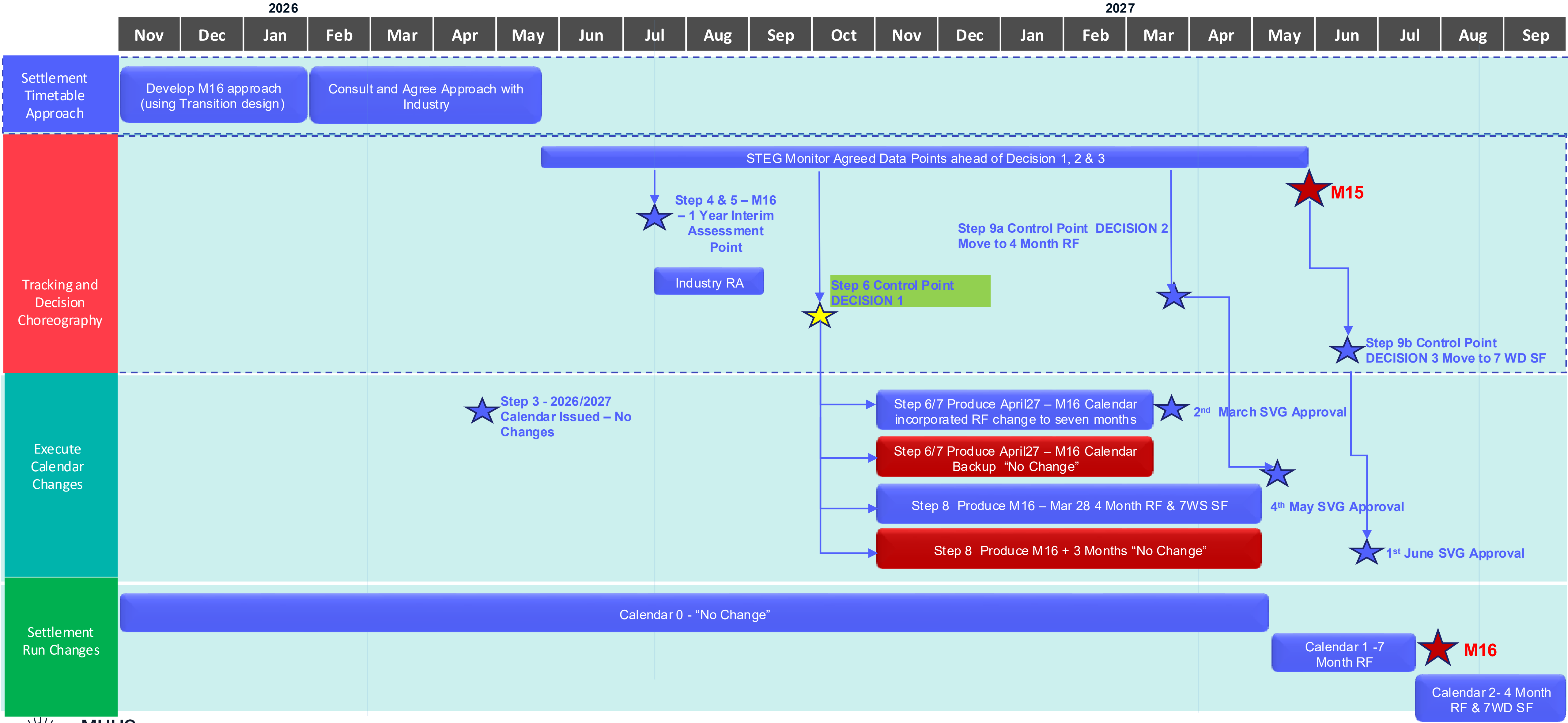
RECOMMENDATION/ INFORMATION: Review of RF decision criteria monitoring data and STEG recommendation to MCAG

Programme

20 mins



RECAP: Transition to new Settlement Timetable and M16 Decision – POAP



M16 Milestone – Decision Point 1 Criteria: Reduction in RF to 7 months

Background

- The M16 Transition Design Document (MHHS-DEL1590, *MHHSP Transition to New Settlement Timetable*) requires the Programme to monitor MHHS Migration Process and Settlement performance from M11 onwards
- At eMCAG meeting #26.1 (07 July 2026), eMCAG approved the **RF Decision Criteria** recommended by STEG, as set out in MHHS-DEL4564 *Updated M16 Decision Criteria v1.0*.

Decision Criteria – Change RF to 7 Months

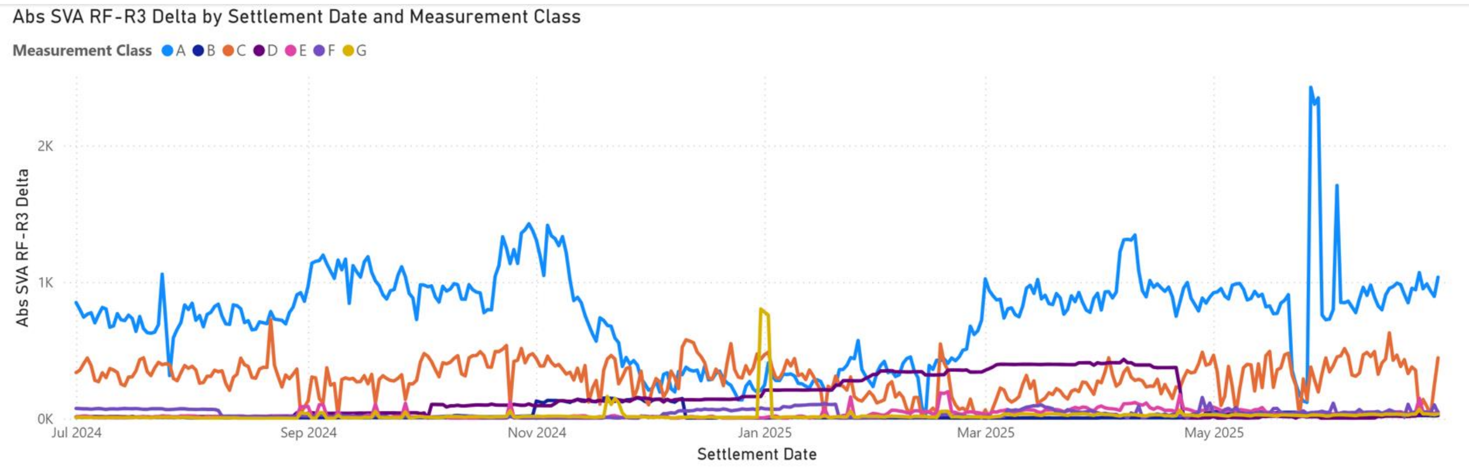
Reduction in RF to 7 months should be applied to the Settlement Timetable from the Settlement Date of 01 October 2026 onwards, if:

- *the settlement performance monitoring metric shows less than 1 per cent change in the settlement volume delta (by Measurement Class, excluding UMS Measurement Classes B and D) from R3 to RF, This is an absolute value, averaged over the last four quarters by Measurement Class (the last 4 quarters delta volumes will be shown); and*
- *Migration Completion Level > 60% OR Migration Completion level between 50% and 60% with endorsement from MCAG following review of MCC Migration Completion assessment.*

Decision process:

- Monitoring data is provided in this pack as of 14 August 2026 on both settlement performance and migration progress
- Updated monitoring data will be produced prior to the STEG meeting on 02 September 2026
- STEG will consider the monitoring data and apply the decision criteria at their meeting on 02 September 2026
- Where STEG deems the criteria have been met, the STEG recommend approval to the MCAG of the RF move to 7 months:
    - Where STEG deems the criteria have <u>not</u> been met, STEG recommend rejection to the MCAG
    - In addition, STEG will consider any shortfalls and will make a recommendation as to the soonest point the decision can be revisited with an expectation the criteria can successfully be met. This also will be passed to MCAG for approval
- eMCAG meeting set for 15 September 2026 for approval of the reduction in RF to 7 months
- Following eMCAG, Programme will communicate to all interested parties that the decision has been taken
- If approved, as per the Transition Design, Elexon will produce for the Settlement Calendar for April 2027 ('M16 Calendar') incorporating the RF change to 7 months (partial Settlement Calendar RF replace R3 up to M16 date)

SVA Absolute Deltas between RF and R3 by Measurement Class – 2024/25



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E	472.41	1,953.70	0.10%	509,393
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C	14,259.25	18,061.68	0.04%	1,096,340
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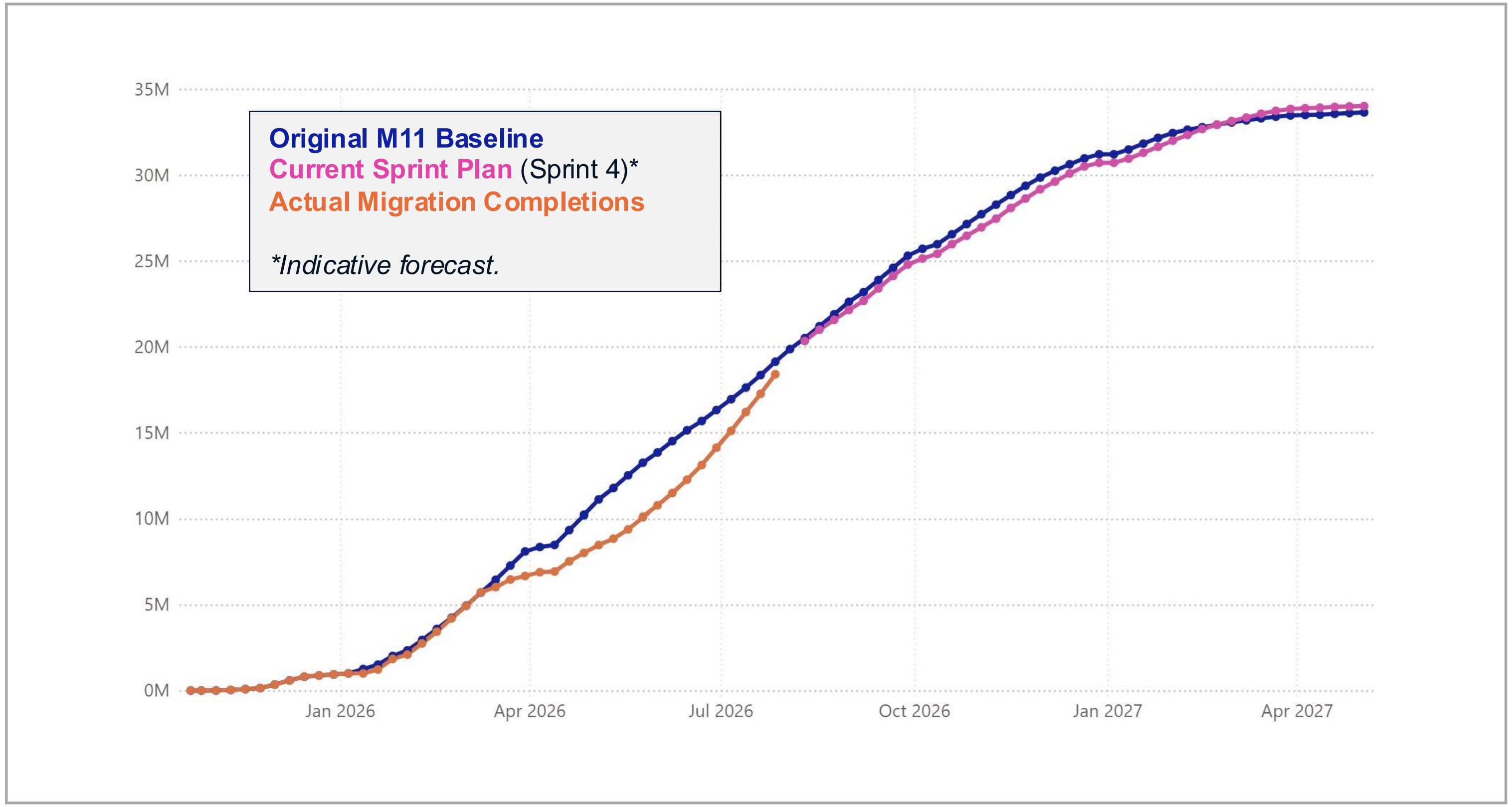
A	-85,588.46	85,588.46	0.33%	182,925,382
C	28,109.74	29,464.15	0.07%	1,108,755
E	-5,300.99	5,300.98	0.26%	509,101
F	-2,720.10	4,186.71	0.21%	11,916,151
G	-2,524.88	2,524.88	0.35%	368,729
Total	**-200,189.97**	**203,703.44**	**0.07%**	**196,236,071**

- Overall change in Settlement volumes across the preceding four quarters sit at 0.07%.
- This is below the 1% target agreed within the Decision Criteria to change RF to 7 months.
- Measurement Classes B and D have been removed from this analysis following the STEG’s decision to exclude these from the Decision Criteria.

1. A total of **20.6 million** Migrations have been completed. This is close to 61% of MPANs that have completed Migration. Please see the table below for progress against plan.
2. Sprint 4 started on 05 August 2026. Early performance has been good. 98% of MPANs planned to be migrated in Sprint 4, so far, have had a Migration initiated.
3. ~5.5million migrations are expected to be initiated in Sprint 4.
4. The recovery of 'missed' volume from previous sprints is going well. With planned completions less than 3% behind M11 baseline. This compares to -20.76% at the start of Sprint 3.
5. There are now 23 active Suppliers.
6. Suppliers are occasionally experiencing localised issues which have caused spikes in exceptions. These are not caused to any central system issues
7. There have been no LDSO, DCC, or DIP threshold breaches.



Progress against Plan(s) as of 14 August 2026

	Planned Migrations	Actuals to Plan - % Delta
Actual migration completions	19,912,018	*n/a*
Current Sprint Plan (Sprint 4) - July 2026	20,337,956	*-2.09%*
Original M11 Baseline – Oct 2025	20,484,194	*-2.68%*

Total MPANs Migrated (as of 14/08/26)	Total MPANs in Legacy (as of 14/08/26)	Total Available Capacity (between 14/08/26-07/05/27)
20,613,436	15,844,435	47,320,000

Decision Status (as at 14/08/26):

- the Settlement Performance Metric (<1%) has been met with a **0.07% delta** (Elexon analysis)
- the Migration completion level is **61%**

The agreed criteria to enable the RF change to 7 months have been met. [*updated data to be provided at the STEG meeting*]

RECOMMENDATION	**STEG agrees that the Decision 1 criteria has been met and recommends to MCAG approval of the reduction in RF to 7 months, applicable from the Settlement Date 01 October 2026.**

4

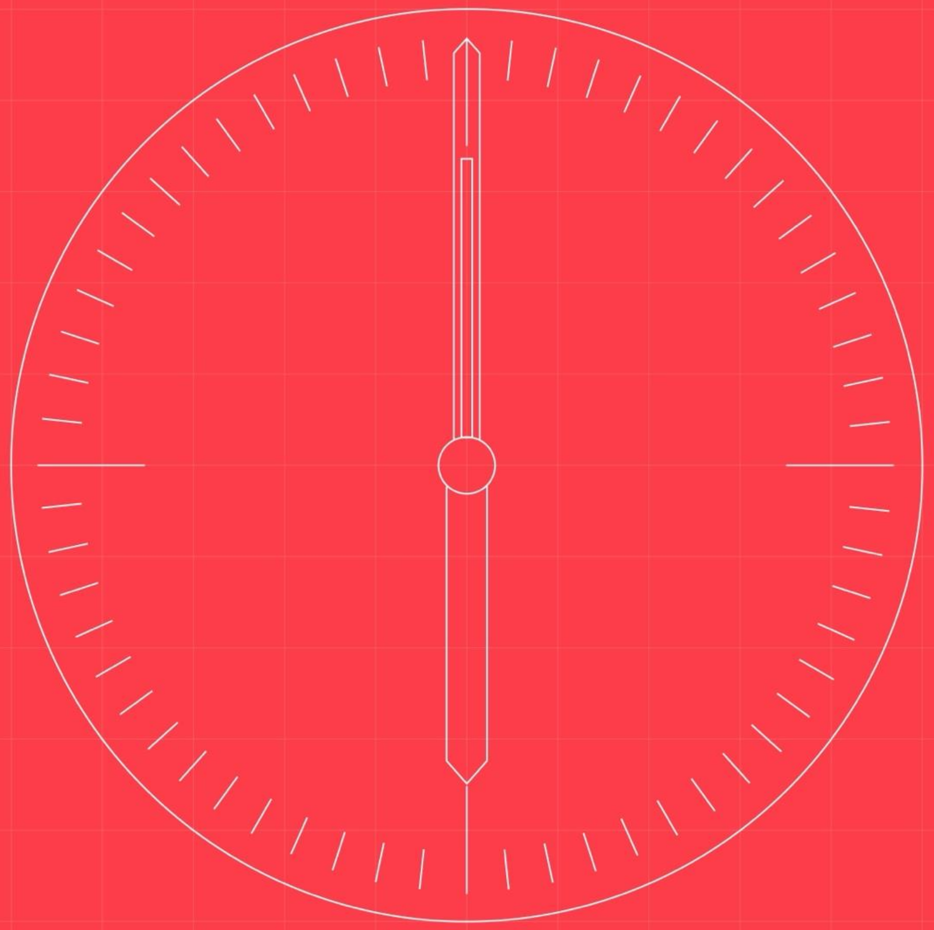
M16 Acceptance Criteria

RECOMMENDATION/ DISCUSSION: Provide an update on the following:

- STEG member feedback on M16 Transition Design Threshold
- Recommendation to MCAG on M16 Acceptance Criteria

Programme

15 mins



Introduction – Actions

Ref	Date Raised	Action	Owner	Due Date	Latest Update
STEG11-01	05/08/26	Programme to develop proposed M16 Acceptance Criteria, including thresholds for unmigrated MPANs remaining at M15, and bring these back to STEG for consideration.	MHHS Programme (Ian Smith, Justin Andrews and Stuart Scott)	02/09/26	**ONGOING:** Update to be provided at 02 September meeting.

Updated v2.0

For Discussion: Risk Mitigation – What if MHHS Full Transition is not complete on the baselined date of M15

Note – RECAP Slide from 05 Aug 2026 STEG

For consideration – Impact 2: The M16 Cutover Decision (SF Decision)

- **If ALL MPANs have not migrated into the new MHHS Settlement Arrangements at Milestone M15, would M16 still be implemented to current planned date?**
- **Need to weigh up the benefits / risks of carrying on with M16 or delaying M16 in this scenario? Impacts either way?**
- **Would changing from a strict absolute 100% ALL MPANs migrated position to one better reflective of the current landscape, using an agreed threshold level of unmigrated MPANs criteria, be beneficial?**

Risk Mitigation Options:

- **Option 1: Keep the Transition Design assumption; delay the Cutover decision and preserve the 8-week stabilisation period.**
  - Push the timeline back day-for-day until 'Full Transition' is achieved, then set the M16 date as 8 weeks from that revised date.
- **Option 2: Keep the Transition Design assumption; delay the Cutover decision but don't preserve the 8-week stabilisation period.**
  - Set the M16 date to align directly with the revised date on which 'Full Transition' is now expected to be achieved.
- **Option 3: Revise the Transition Design assumption itself, removing the requirement for a strict 100% ALL MPANs migrated position prior to M16.**
  - Replace it with a set of M16 Acceptance Criteria based on agreed threshold levels for unmigrated MPANs / volume.
- **Any other Options for consideration?**

M16 Acceptance Criteria – Thresholds for unmigrated MPANs remaining at M15 (Page 1 of 2)

- The current M16 Transition Design assumes Full Transition Complete happens on the baselined M15 date (7-May-26), 8 weeks before the M16 Milestone.
- P487 and CR065 allow Suppliers, under set conditions, to migrate after this baselined M15 date — either via an ***SRO exemption*** or while subject to a ***Customer Acquisition Ban***. "All Suppliers migrated by M15" remains the intended outcome and the planned 'Happy path' scenario but can no longer be assumed.
- The M16 Acceptance Criteria must cover both the happy path (all Suppliers complete migration by M15) and the two identified unhappy paths – ***SRO Exemptions*** and ***Customer Acquisition Bans*** – either of which would push migration of a subset of MPANs beyond the baselined M15 date and require further consideration of the impact on M16 decision-making and the associated Acceptance Criteria.
- The Programme acknowledges a risk that not all MPANs may be migrated by the M15 baseline date, and depending on the actual outcome at M15, potentially not by the proposed M16 date either.
- **If this happens, delaying the M16 decision and the rollout of the new Master Settlement Timetable is not considered the best outcome for Industry.**
- Therefore, alongside Full Transition complete, a position of migration being "***Materially Complete***" is also considered an acceptable basis for proceeding with M16.

RECOMMENDATION	**STEG Issue position to MCAG stating that,** STEG's position is that the current Transition Design requirement, for 100% of MPANs to be migrated before the M16 decision is taken, should be revised to allow for a residual shortfall of unmigrated MPANs, provided this shortfall is kept to an agreed level. Where such a shortfall occurs but remains within that agreed level and does not pose a material risk to the integrity, accuracy, or stability of implementing the new settlement timetable, STEG does not consider it to be in Industry's best interests to delay the M16 decision or the associated rollout of the new Master Settlement Timetable.

M16 Acceptance Criteria – Thresholds for unmigrated MPANs remaining at M15 (Page 2 of 2)

Discussion on Proposed Acceptance Criteria: MHHS Migration Completion

This criterion is satisfied where **either** of the following conditions is met:

Primary Condition

- **'Full Transition' complete is achieved at M15**

Fallback Condition

- **Where primary condition is not met, Migration across all Suppliers is considered to be 'Materially Complete' to facilitate M16**
  - Migration Completion being considered to be 'Materially Complete' is evaluated using pre-defined ***Acceptable Thresholds***

Acceptable Thresholds for approving the M16 decision,

1. *[* ***99*** *]* % or greater of registered MPANs across all Suppliers have been successfully migrated to the new MHHS arrangements and are settled are being settled under the new half hourly settlement arrangements.
   - *This equates to a threshold of circa [345,000]* unmigrated MPANs.
2. The total volume of energy that these unmigrated MPANs represent shall be greater than *[* ***99*** *]* % of the total volume of energy expected at the latest set of II Runs. Assumption – (Total energy volume is circa 800 GWh)
   - *This equates to a threshold of less than circa [8] GWh* of the total volume of energy still settled under legacy arrangements.

   OR

   Migrated MPANs shall represent between *[* ***98*** *] %* and *[* ***99*** *]* % of total energy volume, subject to MCAG endorsement, following:
   - An MCC Migration Completion assessment (including an expected timeline to reach "Full Transition" complete); and
   - A supporting statement from Elexon confirming that the residual volume still settled under legacy arrangements poses no material risk to the integrity, accuracy, or stability of the new settlement timetable.

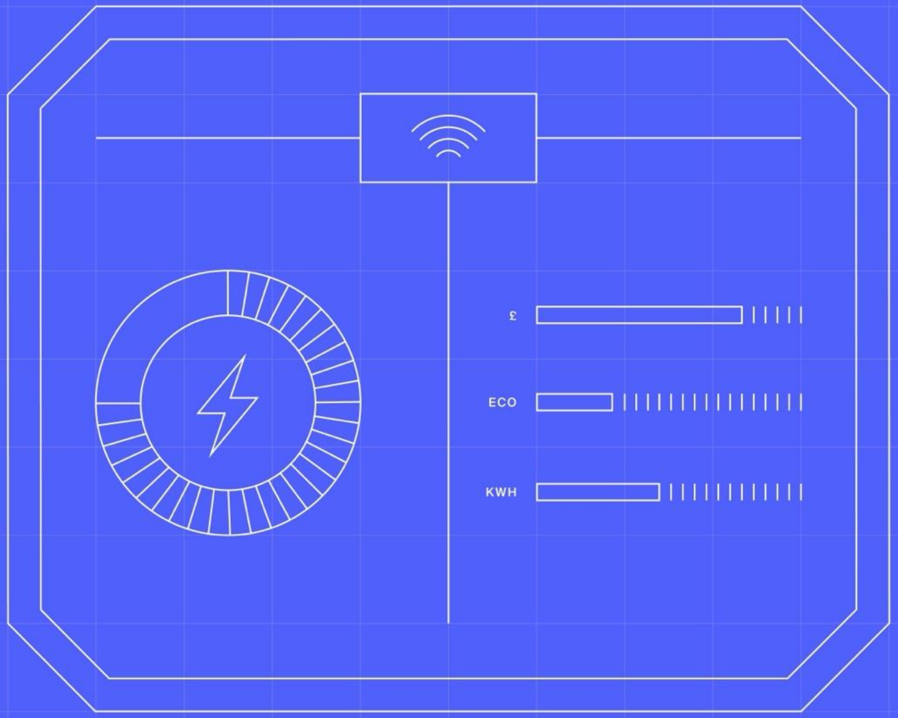
5

M16-Related BSC Issues and Modification Update

INFORMATION: Provide an update on the following:
- Supplier Charges Issue
- CVA Issue Group, 122
- NESO Manifest Error Modification

Elexon

15 mins



Elexon has received two formal Issue proposals from BSC Parties seeking to explore changes to the Supplier Charges methodology for MHHS Suppliers.

One BSC Party has also expressed interest in raising an Issue without submitting a formal proposal.

The proposals received so far cover several common themes, including:

- How and when Supplier Charges will be levied for MHHS Volumes;
- The potential increase in liability for underperforming Suppliers, due to:
  - The absence of a hard cap on the amount a Supplier can be charged;
  - The replacement of a flat £/MWh charge for underperformance with a variable charge linked to the Credit Assessment Price and overall Industry Settlement Performance;
  - The introduction of an obligation to Settle 100% of energy on Accurate data at all Settlement Runs; and
  - The reduced Settlement timetable at M16 leaving less time for Suppliers to obtain Accurate data.

Neither of the formal proposals has been progressed at this stage.

Elexon will propose a joint meeting with all three interested Parties to agree a single Issue proposal.

CVA Issue Group – M16 Readiness: Ensuring CVA Parties are ready for M16 Settlement (Page 1 of 2)

Issue 122 should assess whether CVA Parties can operate confidently within the shorter Settlement timetable.

6 Focus Areas

ISSUE RESOLUTION

Can CVA Parties identify, diagnose and resolve issues quickly enough under the Shorter Settlement timetable?

OWNERSHIP & ESCALATION

Do CVA Parties understand the roles, responsibilities and escalation routes?

OPERATING MODEL

Can current practices meet the shorter Settlement timetable?

CONTROLS & OVERSIGHT

Is there clear monitoring, controls and governance in place?

BARRIERS & RISK

Are there any practical barriers that could prevent readiness or create Settlement risk?

DEPENDENCIES

Are there any dependencies on other Parties, Party Agents or industry processes that could affect your ability to operate within M16 timescales?

CVA Issue Group – M16 Readiness: Ensuring CVA Parties are ready for M16 Settlement (Page 2 of 2)

Current Status:

Raised: 7th August 2026 → WG1: 4th September 2026 → Closed: TBC

41 Participants have Signed Up

13 Voting Members

16 Attendees

8 Mailing List Only

Sign Up for the Issue Group is still Open

Link: Issue 122 Ensuring CVA Arrangements are Ready for M16 Settlement - Elexon BSC

The SF window is ≈1 WD shorter than NESO's evidence cycle

Manifest Error: an accepted erroneously priced Bid/Offer, or an erroneous NESO acceptance. BSC Section Q §7 • BSCP14

01 CURRENT TEST

Claims should inform the Initial Settlement Run

"The Panel shall wherever practicable consider the claim in time for any such adjustments to be taken into account in the Initial Settlement Run."

BSC Section Q §7.4.3

Panel authority is delegated to the TDC.

02 TIMING CONSTRAINT

The timetable no longer closes

7 WD < **≈8 WD**

revised Initial Settlement (SF) | NESO information preparation

≈1 WD timing gap

The revised deadline is unlikely to be met for every claim.

03 PROPOSED MODIFICATION

Move the consideration point to R1

TEXT CHANGE Replace "Initial Settlement Run" with "First Reconciliation (R1) Run".

DOCUMENT SET Amend BSC Section Q §7.4.3 and update BSCP14 and related documents.

NEXT STEP **NESO intends to submit, with Elexon support, for the October BSC Panel meeting.**

WHY MODIFY Legal advice is that ***"wherever practicable"*** should apply only in exceptional cases.

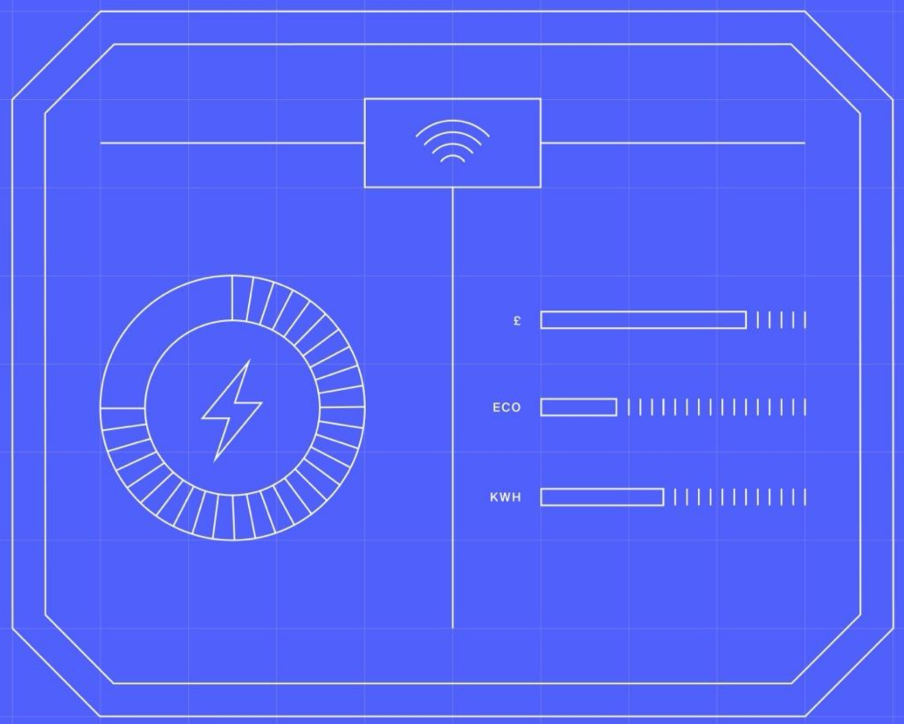
WD = Working Day • SF = Settlement Final / Initial Settlement Run • R1 = First Reconciliation

Settlement Monitoring: SVA and CVA Deltas

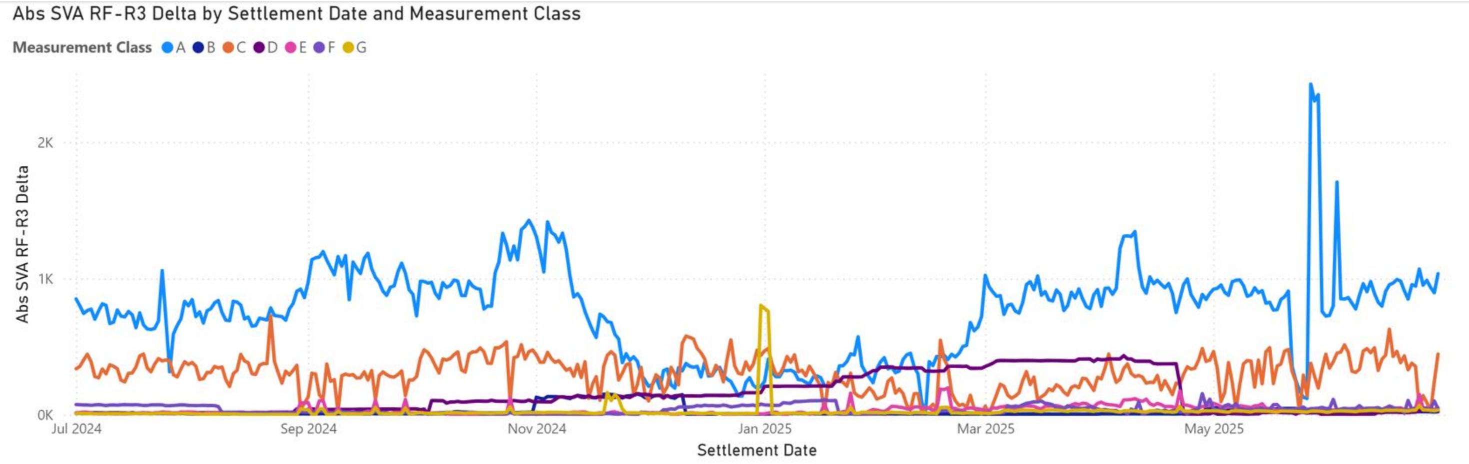
INFORMATION: STEG review of the SVA and CVA monitoring graphs

Programme

5 mins



SVA Absolute Deltas between RF and R3 by Measurement Class – 2024/25



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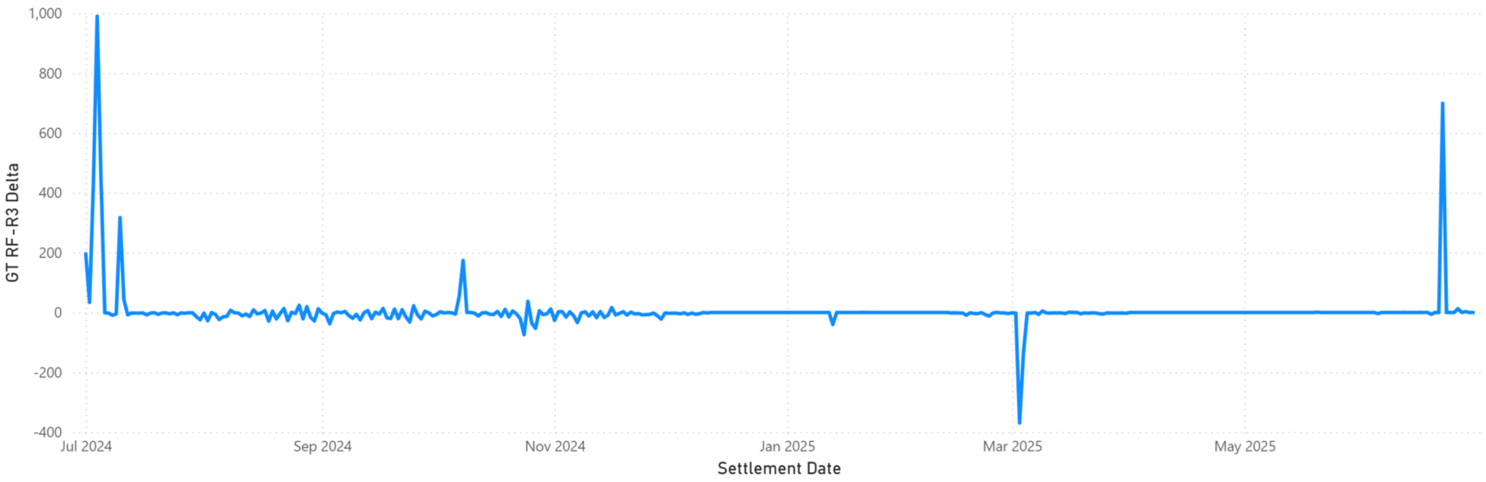
CVA Absolute Deltas between RF and R3 – 2024/25



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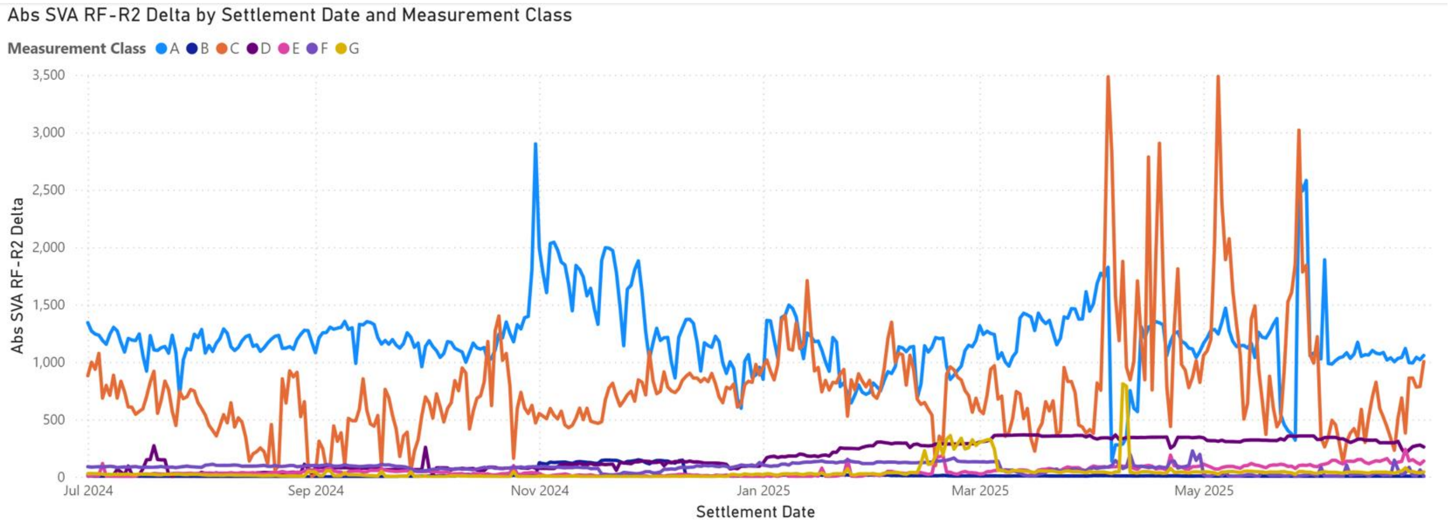
2024	**1,738.12**	**4,178.02**	**0.00%**
Qtr 3	1,939.46	3,298.97	0.01%
Qtr 4	-201.34	879.06	0.00%
2025	**52.79**	**1,392.52**	**0.00%**
Qtr 1	-653.01	666.81	0.00%
Qtr 2	705.80	725.71	0.00%
Total	**1,790.91**	**5,570.54**	**0.00%**

- Overall change in Settlement volumes across the preceding four quarters sit at 0.00%.
- This is below the 1% target agreed within the Decision Criteria to change RF to 7 months.

SVA Absolute Deltas between RF and R2 by Measurement Class – 2024/25



Year	SVA RF-R2 Delta	Abs SVA RF-R2 Delta	SVA RF-R2 Delta %	Average MSID Count
2024	**-127,295.35**	**129,320.53**	**0.09%**	**196,025,506**
Qtr 3	**-76,860.13**	**76,860.12**	**0.11%**	**195,854,559**
A	-108,920.59	108,920.59	0.42%	187,567,259
B	-221.07	246.79	0.75%	173,751
C	45,253.57	47,653.67	0.12%	1,079,045
D	-4,998.72	4,998.89	1.03%	6,255
E	2,099.33	3,340.54	0.17%	509,393
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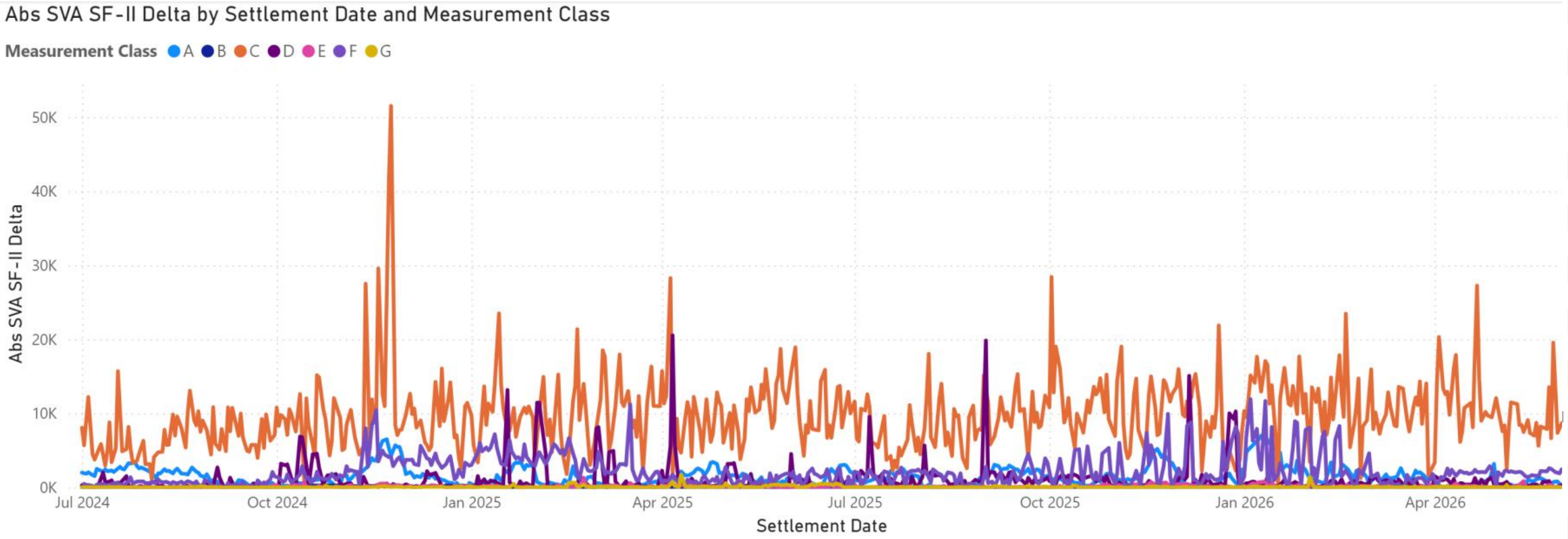
F	-6,608.08	6,608.08	0.45%	6,836,325
G	-327.41	539.30	0.07%	368,872
2025	**-20,697.88**	**88,647.25**	**0.06%**	**196,793,644**
Qtr 1	**-27,583.82**	**35,142.13**	**0.04%**	**196,600,706**
A	-101,313.80	101,313.80	0.29%	186,038,596
B	-1,018.58	1,018.58	3.40%	128,279
C	70,150.68	70,150.68	0.17%	1,096,340
D	25,341.82	25,341.82	4.17%	40,750
E	-3,520.95	3,641.35	0.15%	507,484
F	-9,403.69	9,403.69	0.49%	8,412,657
G	-7,819.30	7,819.30	0.92%	376,600
Qtr 2	**6,885.93**	**53,505.12**	**0.07%**	**196,984,461**
A	-102,411.92	102,411.92	0.40%	182,925,382
B	-620.91	620.91	3.21%	84,008
C	99,279.03	99,279.03	0.25%	1,108,755
D	29,330.58	29,330.58	6.29%	72,335
E	-9,577.09	9,577.09	0.48%	509,101
F	-3,860.97	4,532.94	0.23%	11,916,151
G	-5,252.78	5,252.78	0.69%	368,729
Total	**-147,993.24**	**217,967.78**	**0.07%**	**196,406,418**

- Total percentage change is marginally higher than RF-R3 at ~0.07% of total volumes.
- Measurement Classes B & D (UMS) have the largest swings.
- All other Measurement Classes are less than 1%.

SVA Absolute Deltas between SF and II by Measurement Class – 2025/26



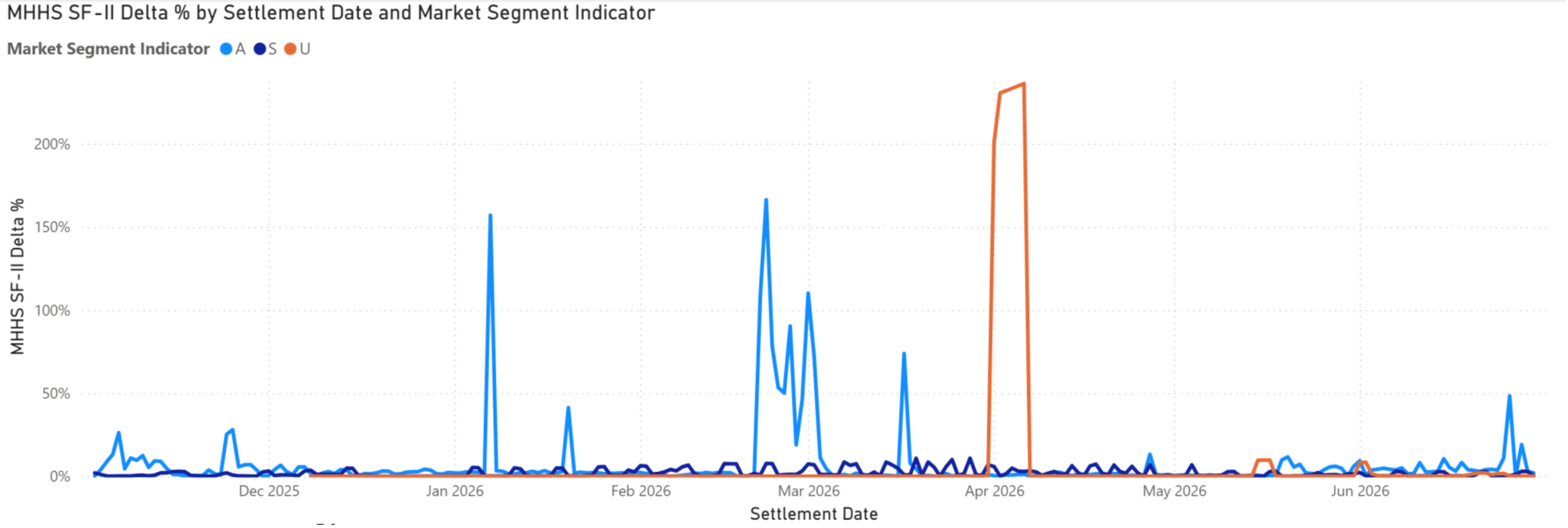
- Total percentage change is ~1.13% of total volumes.
- Measurement Classes B and D (UMS) present the largest segments by % Delta, though with relatively small Volumes. This is a known issue with the refreshing of UMS inventories.
- Measurement Class F (EHH) has the largest swing at 13.22%. The availability of reads by this point in time is expected to improve under MHHS.

Energy

Year	SVA SF-II Delta	Abs SVA SF-II Delta	SVA SF-II Delta %	Average MSID Count
2024	**1,779,350.74**	**1,779,350.74**	**1.19%**	**196,025,506**
2025	**3,285,785.41**	**3,340,857.95**	**1.09%**	**180,386,262**
Qtr 1	**1,020,106.42**	**1,024,960.80**	**1.25%**	**196,600,706**
Qtr 2	**700,511.13**	**740,443.77**	**1.05%**	**196,984,461**
Qtr 3	**570,289.97**	**580,575.49**	**0.82%**	**164,823,949**
A	-17,732.99	122,266.38	0.48%	151,886,148
B	-1,507.27	1,507.27	19.73%	23,266
C	775,586.96	775,586.96	1.95%	934,951
D	-150,465.37	150,465.37	17.51%	92,999
E	1,731.38	6,594.20	0.33%	425,385
F	-33,970.13	138,315.37	6.29%	11,151,011
G	-3,352.60	3,875.45	0.53%	310,190
Qtr 4	**994,877.90**	**994,877.90**	**1.25%**	**163,668,835**
A	-100,277.10	124,460.91	0.37%	151,125,043
B	-236.74	238.82	17.82%	2,849
C	968,213.38	968,213.38	2.36%	938,538
D	-122,165.21	124,376.53	11.70%	110,345
E	16,871.75	18,797.88	0.82%	424,651
F	231,824.27	232,570.81	9.46%	10,760,960
G	647.55	3,352.70	0.41%	306,448
2026	**1,519,503.29**	**1,680,244.09**	**1.15%**	**101,743,630**
Qtr 1	**849,804.90**	**937,581.05**	**1.17%**	**124,528,107**
A	-225,033.59	225,033.59	0.68%	115,046,153
B	-29.58	31.19	6.92%	1,465
C	925,830.25	980,178.91	2.33%	785,450
D	-51,263.12	51,263.12	7.14%	90,630
E	8,474.22	15,706.39	0.65%	354,486
F	191,679.24	259,593.05	11.28%	7,995,935
G	147.48	5,687.77	0.71%	253,988
Qtr 2	**669,698.40**	**742,663.04**	**1.13%**	**79,209,532**
A	-17,260.59	106,997.26	0.61%	73,616,326
B	-42.20	44.37	26.18%	275
C	890,298.68	917,020.49	2.25%	621,563
D	-38,375.00	38,877.44	7.03%	70,426
E	502.74	12,066.11	0.57%	279,331
F	-159,440.24	159,880.29	13.02%	4,423,631
Total	**6,584,639.45**	**6,800,452.78**	**1.13%**	**164,829,145**

MHHS Absolute Deltas between SF and II by Measurement Class – 2025/26

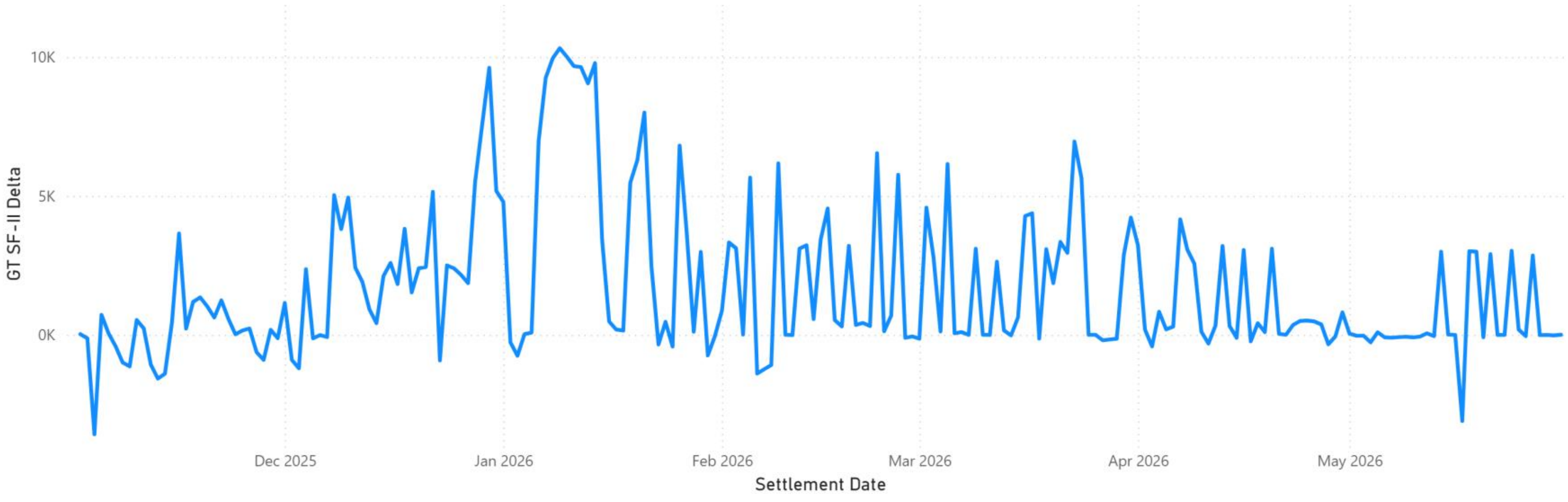
- Quarterly percentage changes are reducing each quarter as we get more data into MHHS.
- Performance has improved as MSID count has increased.
- Market Segments A and U still have relatively small MSID counts still, though A has improved as MSID counts have increased.
- Market Segment U currently has very small counts and volumes, making deltas seem much more pronounced.



Year	MHHS SF-II Delta	Abs MHHS SVA SF-II Delta	MHHS SF-II Delta %	Average MHHS MSID Count
2025	**-1,678,565.03**	**1,905,773.94**	**13.71%**	**308,099**
Qtr 4	**-1,678,565.03**	**1,905,773.94**	**13.71%**	**308,099**
A	-40,847.93	112,650.13	27.02%	295
S	-1,637,717.10	1,895,503.70	0.95%	307,803
U	0.00	0.00	0.00%	1
2026	**31,836,764.02**	**239,980,585.59**	**2.30%**	**6,435,376**
Qtr 1	**8,916,032.94**	**120,929,848.53**	**2.99%**	**3,232,618**
A	1,188,561.07	1,762,546.11	13.24%	1,048
S	7,727,471.87	120,507,015.37	2.98%	3,231,555
U	0.00	0.00	0.00%	15
Qtr 2	**22,920,731.08**	**119,050,737.06**	**1.62%**	**9,602,939**
A	5,713,866.08	6,186,516.55	3.30%	5,467
S	17,204,672.83	115,756,476.66	1.60%	9,597,189
U	2,192.17	2,219.94	15.67%	284
Total	**30,158,198.99**	**241,886,359.53**	**5.52%**	**4,709,040**

CVA Absolute Deltas between SF and II – 2025/26

GT SF-II Delta by Settlement Date

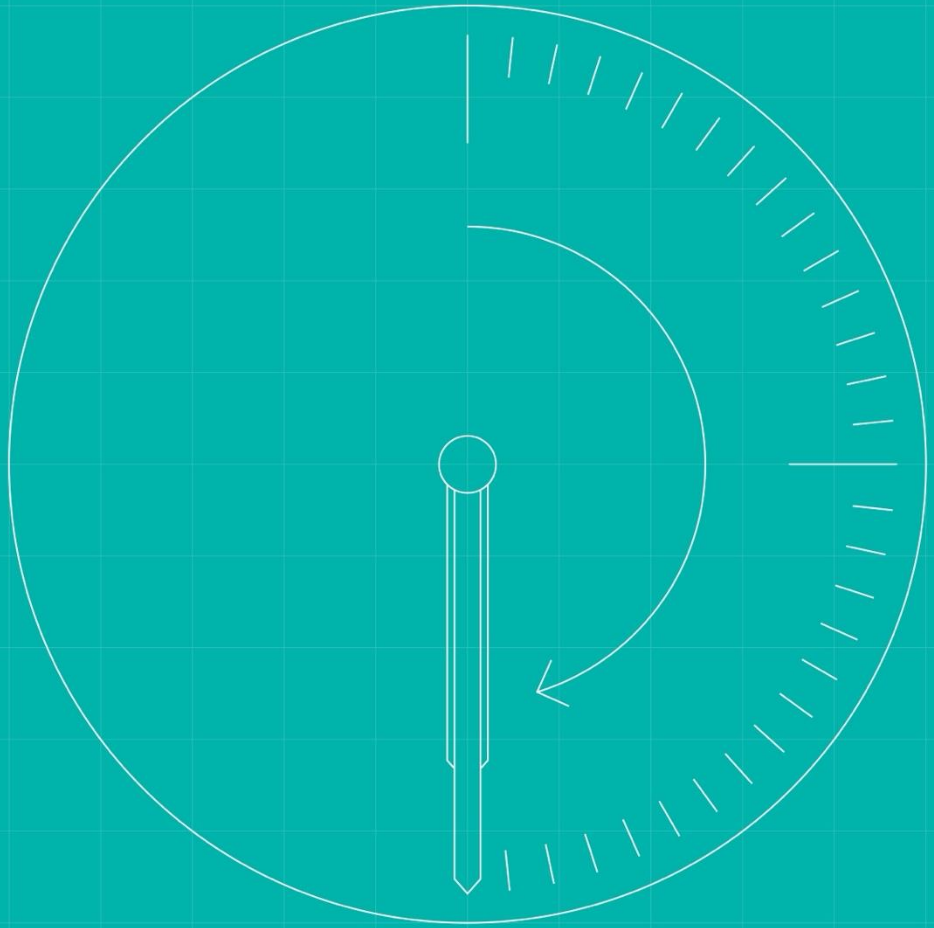


Year	GT SF-II Delta	Abs GT SF-II Delta	GT SF-II Delta %
2024	**-103,721.54**	**841,757.20**	**0.43%**
Qtr 2	-405,753.60	511,003.50	0.70%
Qtr 3	100,109.85	123,742.83	0.27%
Qtr 4	201,922.21	207,010.87	0.32%
2025	**693,142.88**	**779,126.50**	**0.34%**
Qtr 1	435,033.88	435,037.53	0.69%
Qtr 2	186,516.87	191,111.59	0.42%
Qtr 3	-7,167.63	28,985.82	0.06%
Qtr 4	78,759.75	123,991.56	0.21%
2026	**281,398.77**	**320,217.87**	**0.27%**
Qtr 1	235,057.34	249,607.50	0.40%
Qtr 2	46,341.43	70,610.37	0.15%
Total	**870,820.10**	**1,941,101.57**	**0.36%**

- Average quarterly percentage change is reduced from the same period in the previous year.
- SF-II Delta percentages have generally decreased year-on-year showing lower volatility over time.

7

Migration Reporting



DISCUSSION: Migration status update

Programme

10 mins

Migration Execution – Data for w/e 14 August 2026

Status *Migration momentum remains high. Almost 59% of total MPANs have successfully migrated, showing steady industry progress. There are no known central system issues affecting Migration.*

Cumulative Migration Totals Since M11 as of 14 August 2026

Suppliers currently migrating	Cumulative Migrations Initiated since M11	Initiations % of total MPANs (required for M15)	Cumulative Migrations Completed Since M11	Completions % of total MPANs (required for M15)
18	20,613,436	*61.06%*	19,912,018	*58.98%*

Note – Completion occurs 5 WD after initiation occurs

Progress against Plan(s) as of 14 August 2026

	Planned Migrations	Actuals to Plan - % Delta
Actual migration completions	19,912,018	*n/a*
Current Sprint Plan (Sprint 4) – July 2026	20,337,956	*-2.09%*
Original M11 Baseline – Oct 2025	20,484,194	*-2.68%*

Progress:

- **With 37 Migration Weeks to Milestone 15 (M15), over 61% of MPANs have had a migration initiated. This shows overall migration progress continues to be strong with all active Suppliers continue to operate in line with the Migration Framework.**
- **Sprint 3 – Close out results:**
  - Just under 8.4m migrations completed.
  - 96% accuracy for Actuals vs Plan (up from 69% in Sprint 2). Suppliers tracked plan more closely, with fewer experiencing issues.
  - 4 separate weeks with over 1m migrations completed.
  - Sprint 3 targeted recovery of missed volume from Sprints 1–2. This catch-up succeeded: the gap to the M11 Baseline fell from ~25% at sprint start to under 3 which is line with the plan tolerances set out in the Migration Framework.
- **Sprint 4 – Now in-progress:**
  - ~5.5m migrations planned to be initiated before Sprint 4 closes on 06 October.
  - 98% compliance to plan so far, progress remains strong.
  - Last week's volumes were marginally above plan, driven by Suppliers using unused capacity.
  - A small number of Suppliers are behind plan due to localised issues; each has an agreed recovery plan with MCC and is being tracked against it.
  - 5 additional Suppliers have started migration; a further 23 are due to start in this sprint.

Migration Progress – Sprint 4

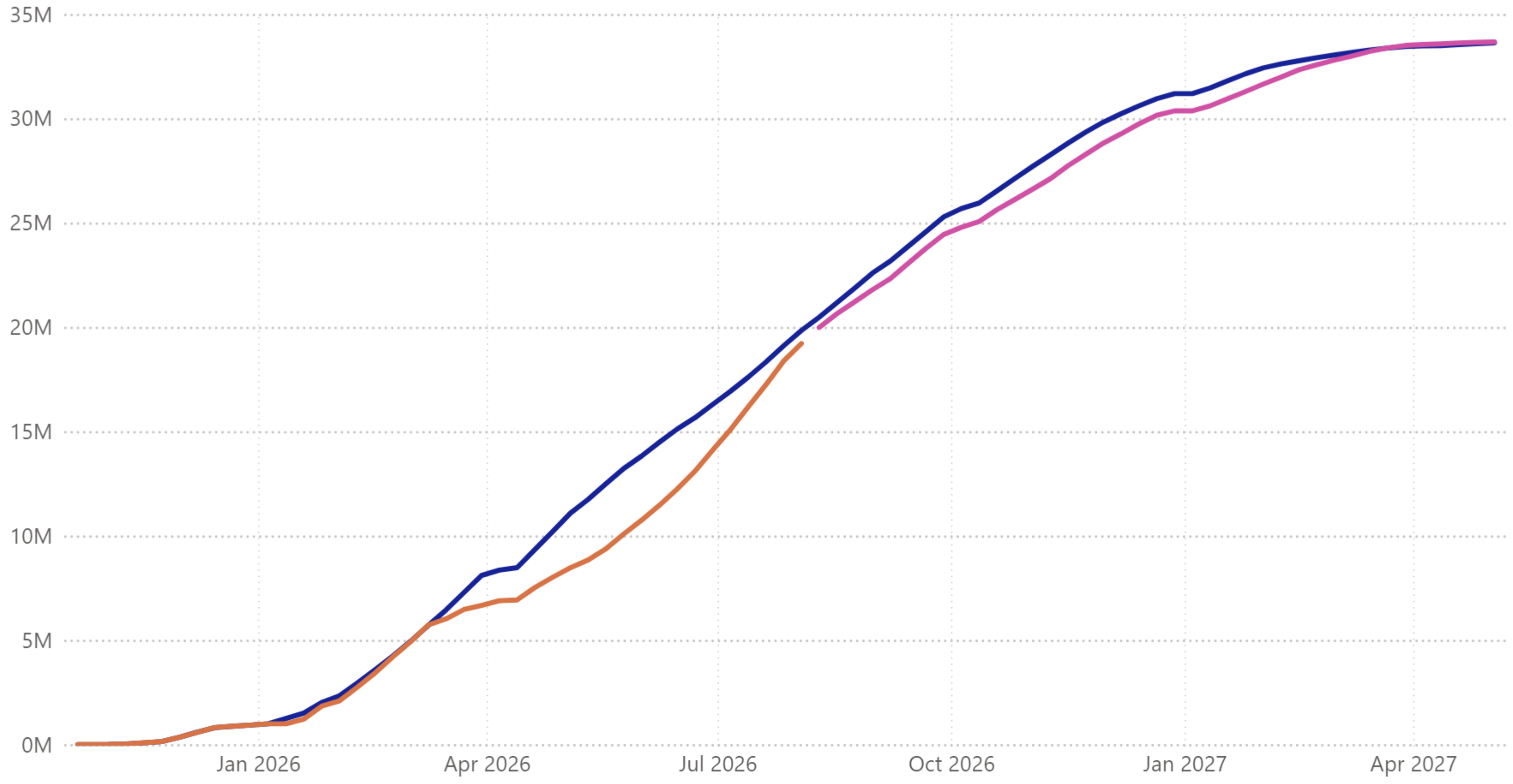
Mig week #	Mig EFD Dates****	Migration Initiations Planned	Actual Initiations Sent (IF-31)	Exceptions (IF-32)	Exceptions %	Completions (PUB-36)	Initiation to Completion %
42*	10/08/2026 - **14/082026**	771,860	693,394	*3,566*	*0.51%*	**690,988**	99.65%
43	17/08/2026 - **21/08/2026**	658,279	660,262	*1,614*	*0.24%*		
44	24/08/2026 - **28/08/2026**	572,851					
45	01/09/2026 - **05/09/2026**	577,428					
46	08/09/2026 - **11/09/2026**	532,492					
47	14/09/2026 - **18/09/2026**	721,573					
48	21/09/2026 - **25/09/2026**	722,974					
49	28/09/2026 - **02/10/2026**	665,323					
50	05/10/2026 - **09/10/2026**	348,485					
51	12/10/2026 - **16/10/2026**	0**					
***	**TOTALS**	**5,571,265**	**1,353,656**	*5,180*	*0.38%*	**690,988**	**99.65%**

*. Data for full week even though Monday & Tuesday were part of Sprint 3
** No volume as Monday & Tuesday of Week 51 are non-Migration Days

*** Totals include 2 days from Sprint 2 in migration week42
**** EFD adjusted, if needed, for non-migration days

MHHS PROGRAMME
Industry-led, Elexon facilitated

Sprint 4 – Forecast (05 Aug 2026 to 06 Oct 2026)



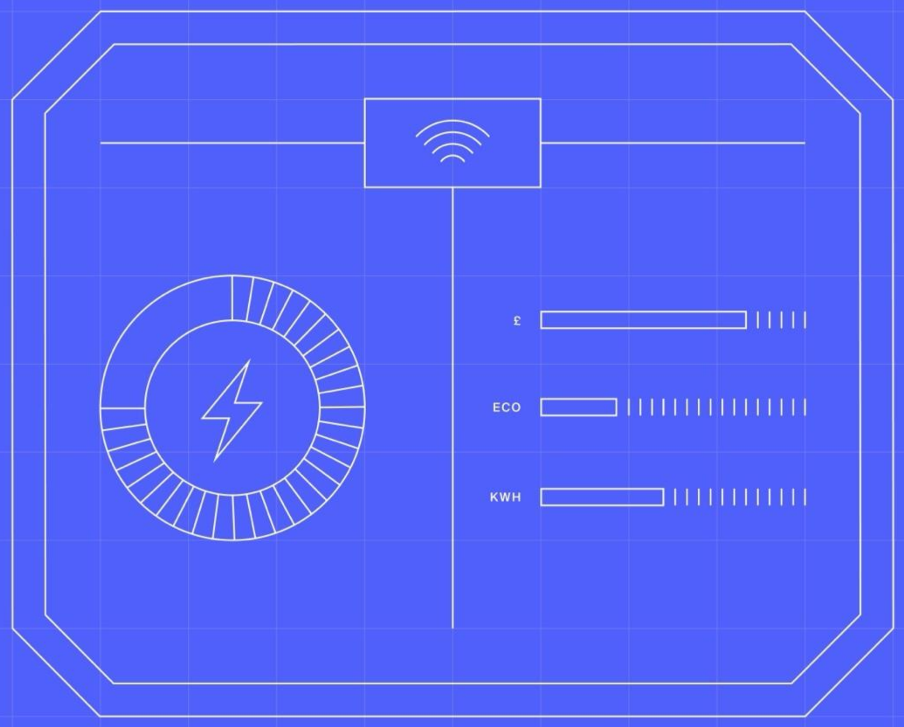
Original M11 Baseline – Oct 2025
-*The original 'Happy Path' Migration Plan from pre-Migration Start*

Current Sprint Plan (Sprint 4)
- *The latest Migration Plan*

Actual Migration Completions
- *Actual Migration completions to date*

- Migration progress remains robust, with steady week-over-week increases.
- Migration completions now closely tracking back in line with both the Original M11 Baseline Migration Plan and the current sprint base plan and is within tolerance on the plan thresholds set out in the Migration Framework.
- There is small delta between the Original M11 Baseline Migration Plan and the current sprint baseline plan which reflects Suppliers who have amended their Migration plans since the M11 baseline planning submission.

M16 Risks



INFORMATION: Risk matrix and latest risk scores

Programme

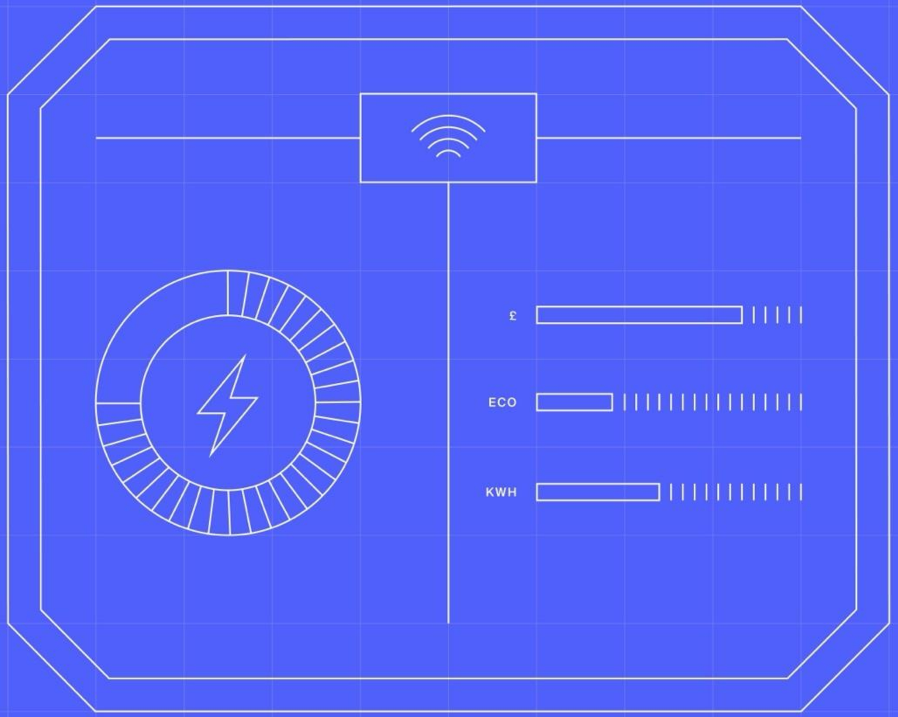
5 mins

Risk Assessment – M16

This slide provides a focused view of the **Programme's highest-priority risks to M16 delivery**. The M16 RAID landscape remains stable, with several risks continuing to be actively managed and monitored as delivery progresses towards the M16 milestone. Monitoring of remaining and emerging RAID items remains a key Programme focus.

Risk ID	Risk Description	Mitigation Plan	Latest Updates	Previous Score	Current Score	Risk Status
R1294 *(New)*	There is a risk that concerns over CVA Settlements' capability to handle the shorter settlement timetable, currently pending discussion at the Elexon BSC Issues Group, are not resolved in time to support the Programme's decision to reduce the settlement timetable for SF runs. This could result in a delay to the M16 Milestone decision to implement the reduced settlement timetable for SF runs.	1) Monitor progress of the Elexon BSC Issue Group that will be established to raise and resolve any CVA issues that related to implementing the reduced settlement timetable as part of M16	• BSC Issue 122 (Ensuring CVA Arrangements are Ready for M16 Settlement) has now been raised to cover this risk. First meeting expected to be in early September, programme team will have representatives on this discussion	-	10	Open
R1293	There is a risk that M16 monitoring may identify an issue that needs to be reflected in the M16 decision-making criteria, requiring a change to the agreed monitoring framework so it can inform the final M16 decision on shortening the settlement timetable for RF runs	1) Suppliers to ensure they have robust expectation management process and monitoring 2) Suppliers to ensure they are using PUB45 to support identifying MPANs with missing agents' appointments 3) Suppliers to priotising resolving aged half migrated MPANs were possible	• Risk formally opened post consultation period, monitoring in-line with mitigation plan noted • Decision point 1 expected to occur in September. No additional criteria identified to date. Continuing to monitor	10	10	Open
R1260	The NESO Manifest Error Process managed via BSCP014 has a timeline of 10 days for completion or 2 days before IR run. The M16 workstream will reduce IR timescales from 16 to 8 days. This means the current ME timescales are incompatible with the post M16 settlement timetable timescales	1) Participant to raise change/issue to align BSCP014 Manifest Error timelines with MHHS settlement timetable. 2) Elexon change team to progress issue or modification in line with existing governance arrangements for implementation prior to M16.	• NESO to engage Elexon change team to request change support, with the option to raise an issue or CP to amend BSCP014 Process 3.3 timescales to align with the MHHS Settlement Timetable timescales.. https://bscdocs.elexon.co.uk/bsc-procedures/bscp-14-processing-of-manifest-error-claims • To confirm if issue or Mod has been raised or not to determine next steps. No change to score • Confirmed with NESO that this has been discussed with Elexon, with a BSC Mod expected to be formally raised shortly to resolve this. Once we have the Mod reference, we can reduce the risk scoring to reflect this additional mitigation activity and progress made. Probability reduced from 5 to 4 in the interim	11	9	Open
R1194	There is a risk that the information or data required to support the decision to move to the new settlement timetable is unavailable	1) STEG to review all data associated with the defined monitoring approach prior to M16 decisions 2) STEG to continue monitoring the current settlement conditions in case any changes arise before the final RF decisions are made. 3) If any additional monitoring is identified as being required, the necessary data must also be available for the relevant criteria. Ensure reporting and decision-support data is available.	• Settlement and Migration data is available to support current proposed reporting. Noting additional reporting items may be requested over time which are less easily available • The risk remains open. The agreed approach is in place, and data is available to support monitoring through to DP1. However, the risk should remain open for continued monitoring in case any changes arise before the final RF decisions are made • If any additional monitoring is required, the necessary data must also be available for the relevant criteria. No change to the risk score. Risk moved to monitor	8	8	Open
R1241	There is a risk that any delays to Decision Point 1 (RF Reduction from 14 months to 7) and/or Decision Point 2 (SF Reduction from 15WD to 7WD) may have an impact on the achievement of the M16 Milestone.	1) Develop and maintain clear critical path for Decision Point 1 and Decision Point 2. 2) Use STEG working groups to progress decision-making framework and reduce delay risk. 3) Ensure visibility and transparency of decision dependencies across industry. 4) Monitor alignment of decision timelines with M16 milestone requirements.	• Use the STEG WG to help mitigate this risk by socialising the decision points and associated approach to Decision making. Visibility and Transparency should make the Decisions more straightforward and mitigate some risk. • Monitor based on agreed monitoring approach. Recognise M16* option in the plan to act as potential mitigation for this issue (if required) • Risk remains at 7, continuing to monitor as per above rational	7	7	Open
R1259	There is a risk that the Cutover date changes after publication of updated Settlement Calendar (via ISD publication of new MST) – publishing a calendar which then needed to be overwritten creates a risk for industry participants as may not be supported by Industry participants system and processes.	1) Review publication of revised Settlement Calendar date until cutover date approval. 2) Include mitigation within M16 planning activities. 3) Reassess following consultation outcomes and continue to monitor	• The planning activities for publishing the new Settlement Calendar only once the cutover date has been approved should help mitigate this risk. This will be shown as part of the M16 planning activities included within the MHHS Programme Plan. • Risk reviewed following the Consultation Response and remains open for ongoing monitoring. No change to the risk score.	7	7	Open

Summary and Next Steps



INFORMATION: Summarise actions and agree any agenda items for next meeting

Chair & Secretariat

5 mins

Next Steps and Updates:

- Confirm actions/decisions from meeting
- Date of next STEG: **Wednesday 16th September 2026 at 2pm – 4pm**
- Date of next extraordinary MCAG: **Tuesday 15th September 2026 at 2pm – 3pm**
- Date of next regular MCAG: **Tuesday 22nd September 2026 at 2pm – 4pm**
- Date of next MWG: **Thursday 10th September 2026 at 2pm – 4pm**
- Mailbox: opreadiness@mhhsprogramme.co.uk

Agenda Roadmap – a view of upcoming agenda items:

Meeting Date	16 September 2026
Meeting Focus	1. STEG Monitoring and Reporting 2. SF Decision Criteria 3. M16 Acceptance Criteria 4. Updates on M16 BSC Issues 5. Supporting Settlement Timetable material