

Questions for next session

1. Explain the liberization of the British electricity sector.
2. Under what arguments is generation not supposed to be regulated?
3. Explain the difference between “split-savings” and single price auction. Which is more efficient and why?
4. How is the Spot market operated? Which is the role of each participant?
5. Explain Figure 3.
6. What happens in the capacity constrained case? At which case is the equilibrium unique?
7. What are the dynamics in the case of a non symmetric duopoly?
8. What is the impact of “entry” to the described market structure?
9. What is the authors opinion about the liberization process in Great Britain?

