Contents

1	Intr	oductio	n		1
	1.1	1 Private Restraints on Competition and Energy Transmission as a			
		Natura	l Monopo	oly	3
	1.2	Anti-c	ompetitiv	e Practices by Vertically Integrated Energy	
		Under	takings		4
	1.3	Unbun	dling Me	easures in Context: Behavioral and Structural	
		Regula	atory App	oroaches	6
	1.4	Unbur	dling as	a Cross-Sectoral and Global Policy Approach	9
	1.5	The Fo	ocus of Pi	revious Research	13
	1.6	The Si	abject and	d Relevance of This Book	17
	1.7	The C	ourse of 7	This Book	19
2	The	Unhun	dling and	d Unbundling-Related Measures in the EU	
-			_	in the Ec	21
	2.1	00		econd Energy Packages	21
	2.2			s Proposed by the European Commission	23
	2.3			gy Package	26
	2.0	2.3.1		ling Requirements	26
		2.0.1	2.3.1.1	The Three Unbundling Models	26
			2.3.1.2	Choice Between Unbundling Models	34
			2.3.1.3	Unbundling Requirements for State-Owned	51
			2.0.11.0	Entities	36
			2.3.1.4	Extraterritorial Application of the Ownership	20
			201211	Unbundling Requirements	38
			2.3.1.5	Third Country Companies and Ownership	20
			2101110	Unbundling Requirements	42
		2.3.2	Certifica	ation	46
			2.3.2.1	General Certification Procedure	46
			2.3.2.2	The Certification Procedure in Relation to Third	10
				Countries	47
					. ,

			2.3.2.3	Certification Practice in Relation to Third	
		2 2 2		Countries	50
		2.3.3		ons from Unbundling	54
			2.3.3.1	General Exemption Procedure	54
	0.4	0	2.3.3.2	Exemption Decisions and Third Countries	58
	2.4	Owner	ship Unbi	undling and General EU Competition Law	60
3	Owi	nership	Unbundl	ing and National Constitutional Law and EU	
				ary of the Relevant Legal Issues	65
	3.1	Introdu	iction		65
	3.2			tutional Law	66
	3.3				69
	3.4				75
4				nic Law as a Possible Limit to the Implementation	
				Jnbundling-Related Measures: WTO Law	83
	4.1	Introc	luction		83
	4.2			s Within the Meaning of the GATS	86
	4.3			rvices 'Services Supplied in the Exercise of	
				Authority'?	91
	4.4			on Energy Services Within the GATS	10.10
	1 5			ATTO OF 1 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	93
	4.5			ATS (Market Access)	101
		4.5.1	Quantit	ative Limitations	104
		4.5.2	Limitati	ions on Forms of Legal Entity	112
		4.5.3		ions on Foreign Capital Participation	116
		4.5.4		Addressing the Relationship Between Ownership	
	16	A4! - 1		Illing and Market Access Obligations	118
	4.6			ATS (National Treatment)	120
		4.6.1		s Analysis	122
			4.6.1.1	Relationship Between Likeness of Services and	
			4.6.1.2	Likeness of Service Suppliers	122
			4.0.1.2	Interpretation of Likeness: GATS	101
			4.6.1.3	Jurisprudence	124
			4.0.1.3	Likeness of Service Suppliers in the Context of the TEP	100
			4.6.1.4	Likeness of Services in the Context of the	126
			4.0.1.4	TEP	129
		4.6.2	No Less	s Favorable Treatment	130
		1.0.2	4.6.2.1	Certification Procedure in Relation to Third	130
			1.0.2.1	C.	130
			4.6.2.2	Individual Ownership Unbundling Exemption	130
			1	Dagisians	132
			4.6.2.3	The Ownership Unbundling Exemption	132
				Regime	140
					140

			4.0.2.4	special Ownership Onbuilding Requirements	
				for Public Companies	145
	4.7	Article	II GATS	6 (Most-Favored-Nation Treatment)	150
		4.7.1	Likeness	s of Services or Service Suppliers	152
		4.7.2	No Less	Favorable Treatment	153
			4.7.2.1	Individual Ownership Unbundling Exemption	
				Decisions	153
			4.7.2.2	Variety of Unbundling Models (OU, ISO &	
				ITO)	155
			4.7.2.3	The Certification Procedure in Relation to	
				Third Countries	158
	4.8	Article	VI GAT	S (Domestic Regulation)	163
		4.8.1		VI:1 GATS: Reasonable, Objective and Impartial	
				stration	163
			4.8.1.1	Exemptions from Ownership Unbundling:	100
				Interpretation of the Notion of 'Interconnector'	166
			4.8.1.2	Application of Unbundling Rules to Offshore	100
				Sections of Gas Import Pipelines	170
		4.8.2	Article V	VI:4/5 GATS: Substantive Disciplines on	.,.
				c Regulation	175
	4.9	Article		eneral Exceptions)	184
		4.9.1		nterest Grounds and the Unbundling Regime	
				ne TEP	185
		4.9.2		ling and Unbundling-Related Measures and the	100
				of Energy Supply	187
	4.10	Article	XIV ^{bis} (Security Exceptions)	194
	4.11				198
5				nic Law as a Possible Limit to the Implementation	
				nbundling-Related Measures: International	
				*************************	203
	5.1				203
	5.2			for Investor-State Claims	207
	5.3		Admission Rights		
	5.4		National Treatment Obligation		
	5.5				215
	5.6	Protecti	on from I	Direct or Indirect Expropriation	219
				ion	219
				ory Sale of an Investment: Taking Stock	221
				ip Unbundling Measures as a Compulsory Sale	
				ments	229
				of Expropriations	238
	5.7			uitable Treatment Standard	243
		5.7.1	Introduct	ion	243

		5.7.3	5.7.2.1 5.7.2.2 Unreasor Framewo 5.7.3.1 5.7.3.2	te Expectations and the Stability of the Legal ork	244 245 253 257 257 260			
	5.8			••••••	270			
6	International Economic Law as a Possible Vehicle for the							
	Imp	lementa	ation of U	nbundling Measures	273			
	6.1	Introdu	action	***************************************	273			
	6.2	The D	evelopmer	nt of International Competition Law	277			
	6.3		g Compet	ition Law Provisions in the WTO Agreements	281			
		6.3.1		III GATS	281			
		6.3.2	Article IX	X GATS	288			
	<i>C</i> 4	6.3.3	Article X	VII GATT	288			
	6.4			per for Energy Services Within the WTO				
		6.4.1		in the Training of the Court of	292			
		0.4.1		ce in the Telecommunications Sector	293			
				The Annex on Telecommunications The Reference Paper on Basic Telecommunications	293			
			0.4.1.2	Services	296			
		6.4.2	Experien	ce in the Tourism Sector	303			
		6.4.3	Experience	ce from Bilateral and Regional Agreements with	303			
		01110		Specific Provisions	306			
		6.4.4		Forward: Developing a Reference Paper for	500			
				ervices	310			
				General Observations	310			
				A Reference Paper on Energy Services and				
				Unbundling Requirements	311			
	6.5	Conclu	isions		315			
7	Fina	l Concl	usions: U	nbundling as a Competition Instrument in the				
	Ligh	t of Int	ernationa	Il Trade and Investment Law	317			
	7.1			Legal Challenge to Unbundling Is Based on	511			
		Interna	tional Eco	onomic Law	317			
	7.2	The El	U and Its I	Member States Are Free to Impose OU, Subject				
		to Con	ditions	· · · · · · · · · · · · · · · · · · ·	318			
	7.3	EU Me	ember Stat	tes Cannot Be Forced to Privatize Their				
		TSOch	Commerci	al Energy Companies	220			

	7.4	The Plurality of Unbundling Models Among EU Member States Can			
		Be Preserved	320		
	7.5	The Application of Unbundling Requirements to Offshore Gas			
		Pipelines Should Be Clarified	321		
	7.6	The EU's Ownership Unbundling Exemption Regime Can Be			
		Maintained As It Is	322		
	7.7	The Third-Country Certification Procedure Is Discriminatory			
		but Can Nevertheless Be Justified	323		
	7.8	Vertical Integration Is a Barrier to Energy Trade, and WTO			
		Law As It Stands Is Unable to Provide a Solution	324		
	7.9	A Future Energy Reference Paper Should Contain Common			
		Disciplines on Unbundling	325		
Table of Cases					
Le	gislat	ion	335		
Documents					
Ri	Ribliography				