Technical Rule no. 25 MGAS

(under article 4 of the Natural-Gas Market Rules, approved with a decree issued by the Ministry of Economic Development on 6 March 2013, as subsequently amended and supplemented)

DRAFT

Title	**MGP-GAS Auctions under Law-Decree 21/2026**

Reference Legislation	Article 105 bis, para. 105 bis.1, Article 105 ter, paras. 105 ter.1, 105 ter.5 and ter.6, and Article 105 quater, para. 105 quater.1, subpara. d), Natural-Gas Market Rules

In force since ……

1. Foreword

Article 105 bis, para. 105 bis.1 of the Natural-Gas Market Rules (hereafter MGAS Rules) provides that, in the Technical Rules, GME shall specify: *i.* the timing for activation of the auction sessions referred to in ARERA's Resolution 376/2026/R/gas; *ii.* the contracts tradable in the MGP-GAS, for which auction trading is also envisaged; and *iii.* the procedures and time limits for the holding of auctions.

Article 105 ter, para. 105 ter. 1 of the MGAS Rules provides that Market Participants shall submit their bids/offers during the sitting in accordance with the procedures defined in the Technical Rules.

Article 105 ter, para. 105 ter. 5 of the MGAS Rules provides that the price associated with demand bids and supply offers shall only have values higher than or equal to zero and, in any case, they shall not exceed the maximum limit possibly defined in the Technical Rules.

Article 105 ter, para. 105 ter. 6 of the MGAS Rules provides that Market Participants may submit simple or multiple bids/offers. The maximum number of simple bids/offers making up a multiple bid/offer is defined in the Technical Rules. For the purposes of determining the outcome of the auction, each multiple bid/offer is considered as a set of simple bids/offers.

Article 105 ter, para. 105 ter. 1, subpara. d) of the MGAS Rules provides that the price and volumes specified in the bid/offer shall fall within the limits indicated in the Technical Rules.

DRAFT

2. Timing for activation of MGP-GAS auction sessions

The timing for activation of the MGP-GAS auction sessions referred to in ARERA's Resolution 376/2026/R/gas shall be published in the auction timetable published by GME on its website and in the SIMGAS.

Any change to the auction timetable shall be notified by publishing it on GME's website and in the SIMGAS.

GME shall cancel an auction session published in the timetable if, within 3 hours of the opening of the auction session, SRG notifies GME of the unavailability of transmission capacity pursuant to the Terms and Conditions of the Liquidity Service issued by SRG itself. GME shall notify Market Participants thereof by publishing an appropriate notice in the SIMGAS.

3. Contracts tradable in the MGP-GAS auction session and related trading period

In the MGP-GAS auction session, the following contracts shall be listed:

- 1 daily contract (which may be G+1, G+2, G+3 or G+n), called "DA secondo calendario" (DA under the timetable): the working gas-day that, according to the reference timetable, follows the gas-day G on which the market session takes place;
- additional daily contracts (G+1, G+2, G+3) referring to holidays until the day preceding the "DA secondo calendario" (DA under the timetable) day[1], if there are midweek holidays not immediately preceding or following the week-end (Monday through Thursday, with Monday and Friday being working days). In this case, the daily contracts refer to the delivery holidays following the gas-day G on which the market session takes place: G+1 (if there is one midweek holiday), G+2 (if there are two midweek holidays), and G+3 (if there are three midweek holidays);
- 1 week-end (WE) contract (Saturday and Sunday, and, if there are holidays under the reference timetable, the holidays that under the same timetable immediately precede or follow Saturday and Sunday);

In the MGP-GAS auction session, the contracts shall be listed in the following trading periods:

- Daily contracts:
  - Single trading session: on the last working day that, under the reference timetable, precedes the delivery gas-day;
- WE contracts:
  - Single trading session: on the last working day that, under the reference timetable, precedes the first delivery gas-day belonging to the WE product.

[1] Example: if, in a given week, Monday is a working day, Tuesday and Wednesday are holidays, and Thursday and Friday are working days, then, in the Monday session, the following products will be listed: G+1 (Tuesday), G+2 (Wednesday), and G+3 (Thursday, corresponding to the "DA under the timetable" product).

DRAFT

Any change to the products traded shall be notified by publishing it on GME's website.

4. Timing of activities related to an MGP-GAS auction session

The MGP-GAS auction sessions shall take place on working days, in accordance with the auction timetable published on GME's website; in particular:

- the sitting for submitting bids/offers shall open at 17:05 and close at 17:10 on the trading day;
- the results shall be published immediately after closing the auction.

Any change to the auction timetable shall be notified by publishing it on GME's website.

5. Access to the SIMGAS

Access to the SIMGAS for the MGP-GAS auction sessions referred to in Article 105 bis of the MGAS Rules shall take place under the procedure set out in Technical Rule no. 04 MGAS.

6. Submission of bids/offers

Bids/offers in the MGP-GAS auction sessions shall be submitted under the procedure set out in Technical Rule no. 06 MGAS.

If, at the end of the continuous-trading phase of the MGP-GAS preceding the holding of the auction, bids/offers submitted as "valid until cancellation" and "valid until expiration" – as indicated in para. 3.4, subparas. a) and b) of Technical Rule no. 06 MGAS – have been unexecuted or partially executed, they shall be transferred to the subsequent auction sitting, with the price at which they have been displayed in the order book and the time priority of the original proposal. It is understood that such bids/offers can be further changed or withdrawn during the auction sitting in accordance with the MGAS Rules. Bids/offers that, at the end of the auction session, have not been accepted or partially accepted shall be definitely cancelled and not transferred to the continuous-trading phase of the MGP-GAS reactivated after the closure of the auction session.

DRAFT

7. Number of multiple bids/offers

The number of simple bids/offers making up a multiple bid/offer submitted into an auction sitting of the MGP-GAS shall not be subject to any maximum limit.

8. Maximum price limit of bids/offers

The maximum price limit of bids/offers pursuant to article 105 ter, para. 105 ter. 5 of the MGAS Rules shall constitute a mere technical limit, necessary to determine the results of the MGP-GAS auction session. This limit shall correspond to the value published on GME's website. GME may modify such value where necessary in order to avoid unduly constraining the auction price-setting process.

9. Validation of bids/offers

Bids/offers submitted in the MGP-GAS auction sessions shall be validated as indicated in Technical Rule no. 08 MGAS.

10. Adequacy verifications

Bids/offers submitted in the MGP-GAS auction sessions and the related positions held shall be subject to the adequacy verifications set out in Technical Rule no. 15 MGAS.

11. Market Making activity

With regard to the MGP-GAS products that are subject to the Market Making activity and that are traded under both the continuous-trading and auction-trading mechanisms, as indicated in this Technical Rule, the Market Making activity shall be carried out only during continuous trading of the same products, under the procedure and within the time limits indicated in Technical Rule no. 18 MGAS.

It is understood that, during auction trading of the above products, the Market Making activity shall not be carried out and the relating quoting obligations shall be suspended.

DRAFT