

Technical Rule no. 14 MGAS

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

<p>Title</p>	<p>Registration of the net delivery position at the PSV</p>
---------------------	--------------------------------------------------------------------

<p>Reference Legislation</p>	<p>Article 31, para. 31.4 and Article 37, para. 37.4 - Natural-Gas Market Rules</p>
----------------------------------	-------------------------------------------------------------------------------------

.

Di V'lg\ YX'cb`&GYdHya VYf`&\$%`

1. Foreword

Article 31, para. 31.4 and Article 37, para. 37.4 of the Natural-Gas Market Rules (hereafter “Rules”) provide that, in the MGP-GAS and MI-GAS, respectively, GME shall register the net delivery position in the PSV system, under the procedures and within the time limits established in the Technical Rules and in compliance with AEEG’s Decision 525/2012/R/GAS.

2. Registration of the net delivery position at the end of the MGP-GAS session at the PSV

At the end of the last trading session of the trading period of each daily contract in the MGP-GAS, GME will register the net delivery position of each Market Participant at the PSV before the time of closing of the first useful session of the PSV itself. GME will determine the aforesaid net delivery position - pursuant to Article 31 of the Rules - as the algebraic sum of the purchase transactions (considered to have a negative sign) and of the sale transactions (considered to have a positive sign) that said Market Participant has concluded and that pertain to the gas-day on delivery.

With a view to determining the net position, GME will take into account all the concluded transactions, provided that they refer to the gas-day covered by the daily contract whose trading period has ended.

The net position is delivered by registering at the PSV a transaction between the Market Participant and GME. The transaction will cover the gas-day pertaining to the daily contract whose trading period has ended. In particular, GME will register at the PSV:

- if the Market Participant has net sell position, a sale transaction from the Market Participant to GME for a gas volume equal to the net position;
- if the Market Participant has a net buy position, a purchase transaction from the Market Participant to GME for a gas volume equal to the net position.

The success of the registration at the PSV will be subject to the verifications conducted by GME under the Rules and by Snam Rete Gas. The transaction may be registered at the PSV even in part, where allowed by the relevant provisions of Snam Rete Gas.

3. Registration of the net delivery position at the end of the MI-GAS session at the PSV

At the end of the trading session of each daily contract in the MI-GAS, GME will register at the PSV:

- the net delivery position of each Market Participant determined, under Article 37 of the Rules, as the algebraic sum of the purchase transactions (considered to have a negative sign) and of the sale transactions (considered to have a positive sign) that said Market Participant has concluded in the MI-GAS and that pertain to the gas-day on delivery;
- the net delivery position not registered, under para. 2 above, at the end of the previous MGP-GAS and not closed in the MI-GAS, pertaining to the same gas-day.

The net position is delivered by registering at the PSV a transaction between the Market Participant and GME. The transaction will cover the gas-day pertaining to the daily contract whose trading period has ended. In particular, GME will register at the PSV:

- if the Market Participant has net sell position, a sale transaction from the Market Participant to GME for a gas volume equal to the net position;
- if the market participant has a net buy position, a purchase transaction from the Market Participant to GME for a gas volume equal to the net position.

The success of the registration at the PSV will be subject to the verifications conducted by Snam Rete Gas. The transaction may be registered at the PSV even in part, where allowed by the relevant provisions of Snam Rete Gas.

If, as a result of the verifications conducted by Snam Rete Gas, the transaction cannot be registered, GME will activate the procedure to close the net position under Article 66 of the Rules.