



Technical Rule no. 03 rev. 03 MTEE

(under Article 4 of the Rules of Operation
of the Energy Efficiency Certificates Market)

Title	Modalities for determining the minimum conventional price
Reference Legislation	Article 29, para. 29.2 of the Rules of Operation of the Energy Efficiency Certificates Market

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1. Foreword

Article 29, para. 29.2 of the Rules of Operation of the Energy Efficiency Certificates Market (hereafter "MTEE Rules") stipulates that the Technical Rules shall define the modalities for determining the minimum conventional price.

2. Modalities for determining the minimum conventional price

Article 31, para. 31.6, of the MTEE Rules provides that:

if the purchasing Market Participant fails to make the payment or to send a copy of the receipt of payment to GME according to the modalities and within the time limits stated in para. 31.4 above, then GME shall cancel the transaction. In this case, GME shall pay a penalty to the selling Market Participant by utilising the cash deposit [...] of the defaulting purchasing Market Participant; for each certificate traded, the amount of the penalty shall be equal to the minimum conventional price published by GME.

The extent of the minimum conventional price, representing the penalty that purchasing Market Participants are held to pay in the event of default, shall be such as to discourage behaviours which may alter the proper operation of the market.

In this sense, the conventional price shall be kept equal to € 30/TEE, i.e. the value set upon its first application in 2006 and corresponding to 30% of the tariff reimbursement pertaining to 2005 and equal to € 100/toe as per AEEG's Decision 219/04.

3. Provisional Technical rule

With regards to the last session of May 2013, scheduled for May 28, the conventional price will be set at € 145 / TEE. The GME, however, in agreement with the AEEG, reserves the right to change such conventional price, should the market prices grow so much as to reduce the safety margin below the 20%.