

## Communication to MPs – CH-IT – 2026 Preliminary Yearly Auctions for BY-2027 & BY-2028

Dear Market Participants,

Terna and Swissgrid would like to inform you of their intention to introduce preliminary auctions for the allocation of yearly Long-Term Transmission Rights (LTTs) on the CH-IT border.

TSOs are proposing to hold:

- **Preliminary Y-1 auctions** –expected to take place in **September 2026**– to allocate a share of the yearly LTTs available for **Business Year 2027**, and
- **Y-2 auctions** –expected to take place in **December 2026**– to allocate a share of the yearly LTTs available for **Business Year 2028**.

Please note that these preliminary auctions are not meant to replace the conventional ones, but rather to complement them, by providing market participants with the opportunity to anticipate the procurement of LTTs further ahead of the delivery period.

Given the innovative nature of both these preliminary auctions, TSOs are launching a **public consultation** to collect feedback from market participants on this proposal.

### Key features of the preliminary yearly auctions (CH-IT border)

- **Border:** CH ↔ IT (both directions)
- **LTT design:**  
Market participants would be offered **Physical Transmission Rights (PTRs)** in the form of **base products with no reduction periods**.
- **Offered capacity:**

Border direction	Preliminary Y-1 Auction (BY= 2027)	Y-2 Auction (BY= 2028)
CH → IT	100 MW	40 MW
IT → CH	70 MW	30 MW

If you have any questions or remarks, please submit them to [csc@terna.it](mailto:csc@terna.it) by **August 10, 2026**.