

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

Dear Market Participants,

Terna and RTE would like to inform you of their intention to hold, later this year, preliminary auctions for the allocation of yearly Long-Term Transmission Rights (LTTRs) on the FR–IT border.

In particular:

- In line with last years' experience, TSOs confirm their intention to hold **preliminary Y-1 auctions** in **September 2026**, to allocate a share of the yearly LTTRs available for **Business Year 2027**, and
- For the first time on this border, TSOs are proposing to hold **Y-2 auctions** in **November or December 2026**, to allocate a share of the yearly LTTRs 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 LTTRs further ahead of the delivery period.

Given the innovative nature of the Y-2 auctions, TSOs are launching a **public consultation** to collect feedback from market participants on this proposal. Market participants wishing to respond to the public consultation should submit their comments to both:

- RTE, via the consultation platform available at the following [link](#)
- Terna, via the following email address: csc@terna.it Please submit all feedback by **August 10, 2026**.

Key features of the preliminary yearly auctions (FR–IT border) •

Border: FR ↔ IT (both directions)

- **LTTR design:**

Market participants would be offered **Financial Transmission Rights (FTRs) – options** in the form of **base products with no reduction periods**. This is in line with the proposed amendment to the Regional Design of LTTRs in Italy North CCR, which foresees the transition from **PTRs to FTRs – options starting from 2027**.

- **Offered capacity:**

Border direction	Preliminary Y-1 Auction (BY= 2027)	Y-2 Auction (BY= 2028)
FR → IT	200 MW	50 MW
IT → FR	100 MW	50 MW

However, please note that all the above is **strictly conditional upon the timely approval by the relevant NRAs of the proposed amendment to the Regional Design of LTTRs in Italy North CCR**. Should the approval process not be completed in due time for the organization of the auctions, preliminary Y-1 auctions, and possibly even the Y-2 auctions, would not take place in 2026.