

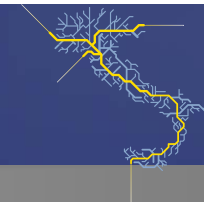


Snam
Rete Gas

Analyst Presentation

2007 Third Quarter Results

October 29th, 2007



Disclaimer

Data and information herewith set forth are extracted from Snam Rete Gas's report on the third quarter of 2007 filed with Italian authorities regulating exchanges and securities and disseminated concomitantly with this presentation. The report on the third quarter of 2007 includes the certification rendered by the company CFO, in his quality as manager responsible for the preparation of financial reports, pursuant to article 154-bis paragraph 2 of legislative decree No. 58/1998 stating that the quarterly accounts correspond to the company's evidence and accounting books and entries.

This presentation contains forward-looking statements regarding future events and the future results of Snam Rete Gas that are based on current expectations, estimates, forecasts, and projections about the industries in which Snam Rete Gas operates and the beliefs and assumptions of the management of Snam Rete Gas.

In particular, among other statements, certain statements with regard to management objectives, trends in results of operations, margins, costs, return on equity, risk management are forward-looking in nature.

Words such as 'expects', 'anticipates', 'targets', 'goals', 'projects', 'intends', 'plans', 'believes', 'seeks', 'estimates', variations of such words, and similar expressions are intended to identify such forward-looking statements.

These forward-looking statements are only predictions and are subject to risks, uncertainties, and assumptions that are difficult to predict because they relate to events and depend on circumstances that will occur in the future.

Therefore, Snam Rete Gas's actual results may differ materially and adversely from those expressed or implied in any forward-looking statements. Factors that might cause or contribute to such differences include, but are not limited to, economic conditions globally, political, economic and regulatory developments in Italy and internationally.

Any forward-looking statements made by or on behalf of Snam Rete Gas speak only as of the date they are made. Snam Rete Gas does not undertake to update forward-looking statements to reflect any changes in Snam Rete Gas's expectations with regard thereto or any changes in events, conditions or circumstances on which any such statement is based.

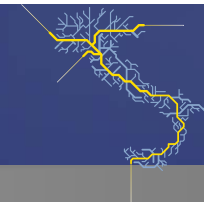
The reader should, however, consult any further disclosures Snam Rete Gas may make in documents it files with the Italian Securities and Exchange Commission and with the Italian Stock Exchange.



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3Q 2007 Highlights

Carlo Malacarne
Chief Executive Officer



		9M 2006	9M 2007	Δ%
Gas injected into the network	(bcm)	65.5	58.9	- 10.2
ADJ. REVENUES	(€m)	1,302	1,308	+0.5
ADJ. EBITDA	(€m)	1,025	1,056	+3.0
ADJ. NET PROFIT	(€m)	336	327	- 2.7
ADJ. EPS (*)	(€)	0.175	0.184	+5.1
Capex	(€m)	400	468	+17.0

(*) Avg. number of shares (m):
 9M 2006: 1,924.8
 9M 2007: 1,777.3



RECENT OUTCOME

Thermal year 2007-2008 tariff approval

- **NEW RAB SET BY THE AUTHORITY: € 11.6 bn at year-end 2006**
- **REVENUES FROM INVESTMENTS CARRIED OUT:**
 - **IN THE 1st REGULATORY PERIOD: € 50m**
 - **IN THE 2nd REGULATORY PERIOD: € 160m**
- **ADDITIONAL FEE TO COVER EXTRA COSTS FOR FUEL GAS**

.... **FURTHER REVENUE GROWTH TO COME**

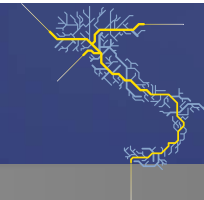


bcm

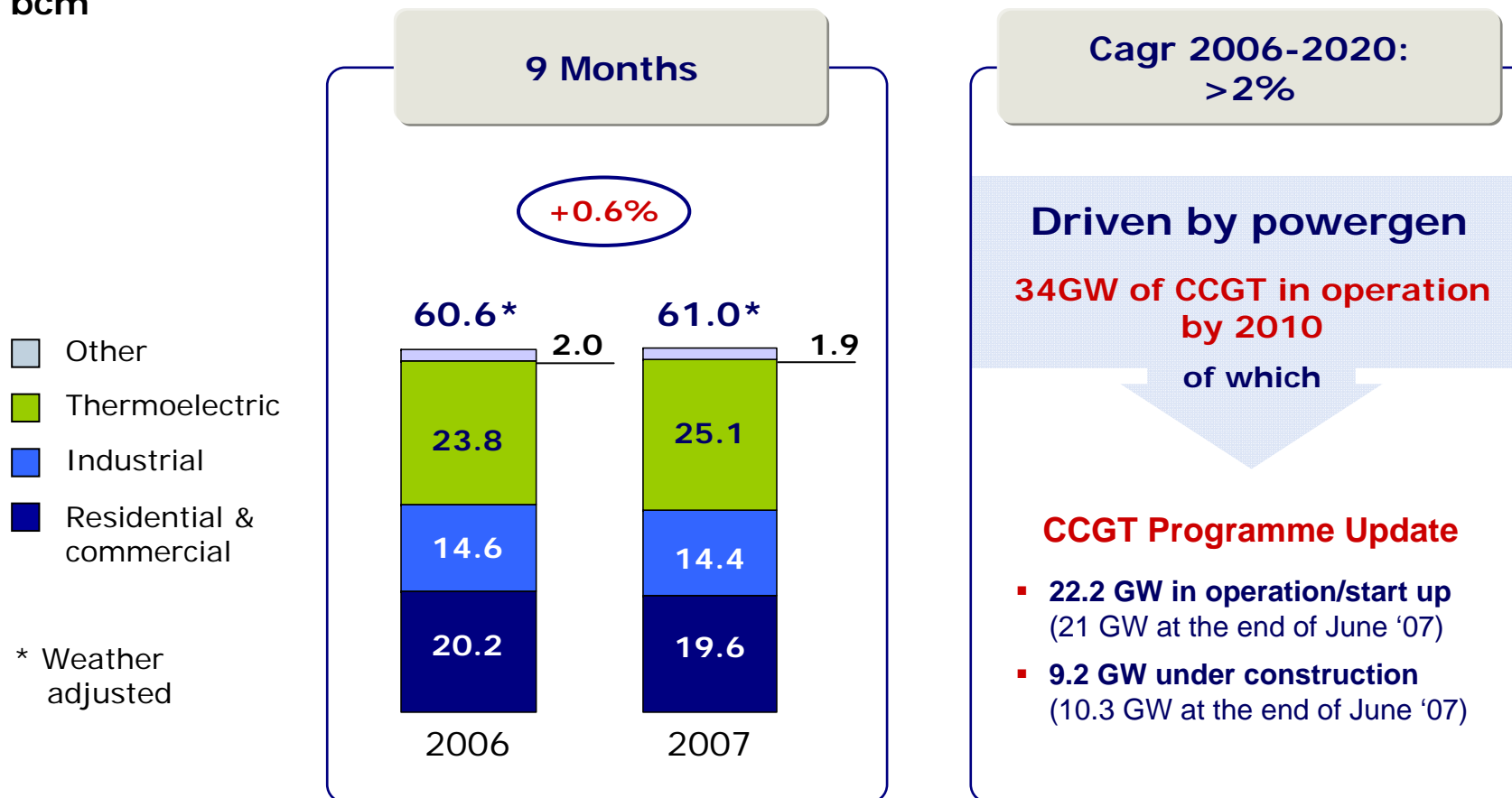
	9M 2006	9M 2007	Δ%
▪ Residential and Commercial	21.1	17.0	-19.4
▪ Industrial	14.6	14.4	-1.4
▪ Thermoelectric	23.8	25.1	+5.5
▪ Other	2.0	1.9	-5.0
Gas consumption (*)	61.5	58.4	-5.0
▪ Storage & Other (**)	+4.0	+0.5	-n.m.
Gas injected into the network	65.5	58.9	-10.2

(*) Source: Ministry of Industry and Snam Rete Gas estimates

(**) Includes exports and other consumption

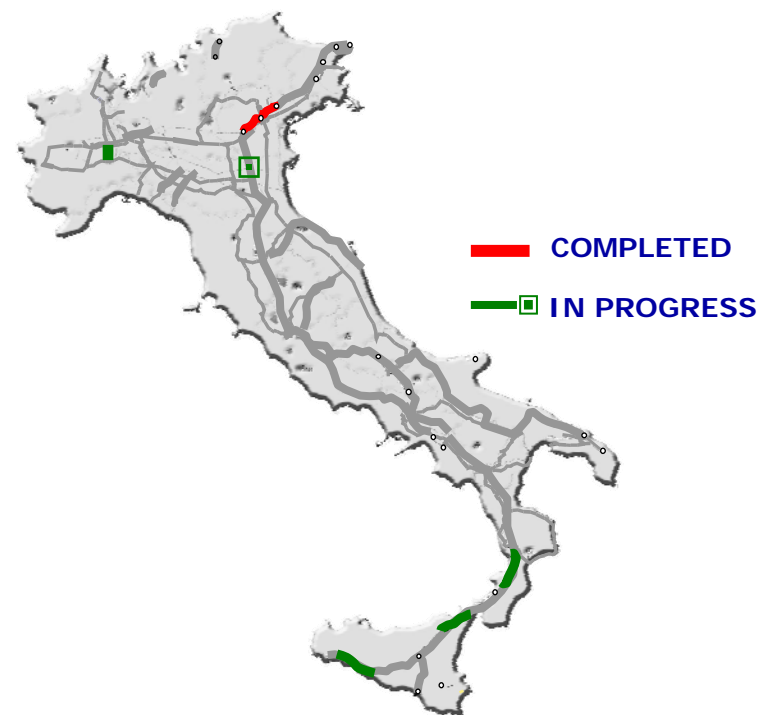
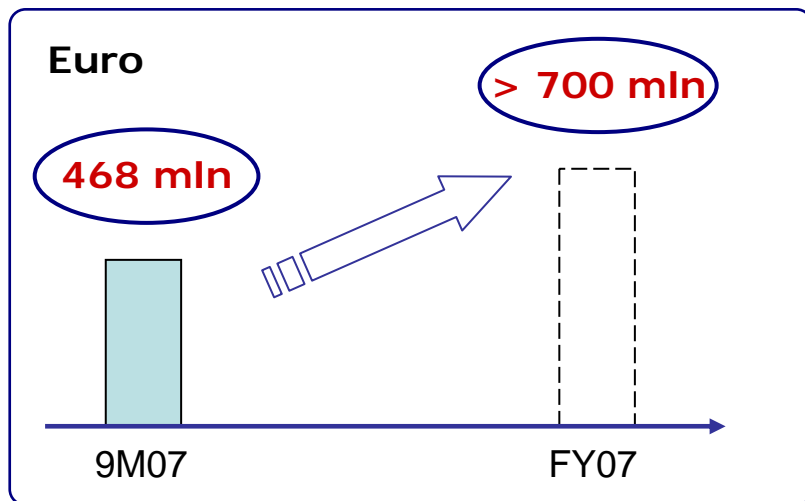
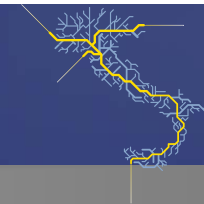


bcm



- Other
- Thermoelectric
- Industrial
- Residential & commercial

* Weather adjusted



MAIN PROJECTS

Completed:

- Camisano-Zimella

In Progress:

- Mazara- Menfi
- Montalbano-Messina
- Martirano-Rende
- Mortara- Alessandria
- Poggiorenatico compressor station

CAPEX PROGRAMME ON TRACK



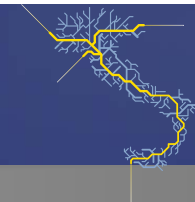
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3Q 2007 Results

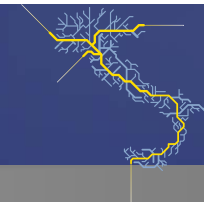
Antonio Paccioretti
Chief Financial Officer




€m	9M06	9M07	Adjust. for non recurring items		9M06 adjusted	9M07 adjusted	Change
			9M06	9M07			
▪ Revenues	1,322	1,308	-20	-	1,302	1,308	+6
▪ Operating expenses	-291	-250	14	-2	-277	-252	+25
EBITDA	1,031	1,058	-6	-2	1,025	1,056	+31
▪ Depreciation	-352	-356	-	-	-352	-356	-4
EBIT	679	702	-6	-2	673	700	+27
▪ Net interest exp.	-122	-155	-	-	-122	-155	-33
EBT	557	547	-6	-2	551	545	-6
▪ Income taxes	-218	-219	3	1	-215	-218	-3
NET PROFIT	339	328	-3	-1	336	327	-9



€m	9M06	9M07	Change
TOTAL ADJUSTED REVENUES	1,302	1,308	+6
Regulated revenues	1,293	1,298	+5
▪ Transport	1,275	1,283	+8
Revenues	1,240	1,251	+11
Pass-through revenues	35	32	-3
▪ LNG	18	15	-3
Other revenues	9	10	+1
Non recurring items	20	-	-20
TOTAL REVENUES	1,322	1,308	-14

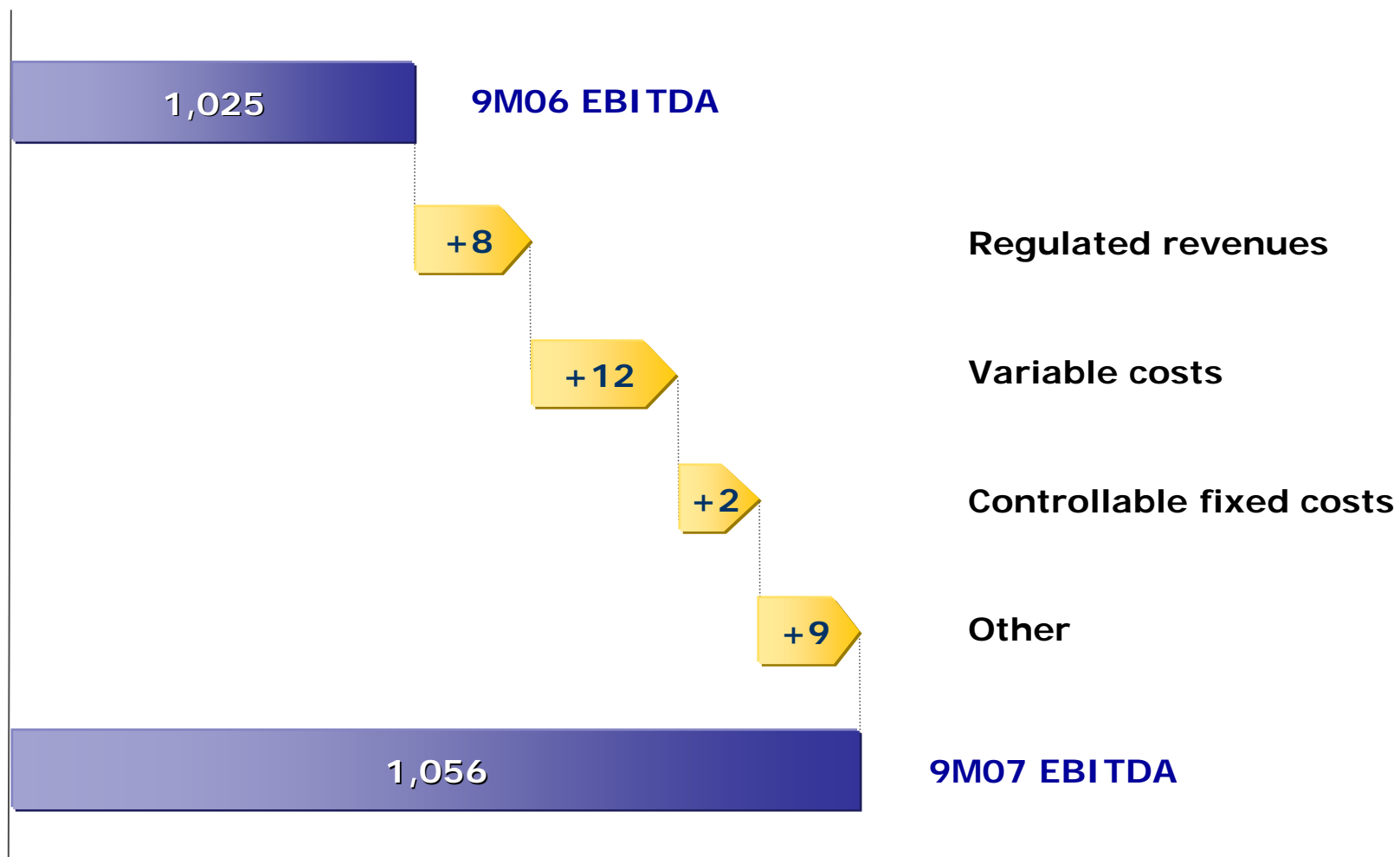


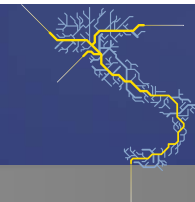
€m

	9M06	9M07	Change	
TOTAL ADJUSTED COSTS	277	252	-25	
Regulated activities adj. costs	275	250	-25	 <p>-1.3% in nominal terms</p> <p>-3.2% in real terms</p>
▪ Controllable fixed costs	154	152	-2	
▪ Variable costs	77	65	-12	
▪ Other	44	33	-11	
Non regulated activities	2	2	-	
Non recurring items	+14	-2	-16	
TOTAL COSTS	291	250	-41	

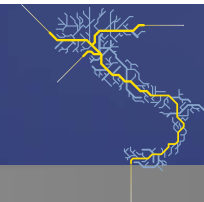


€m

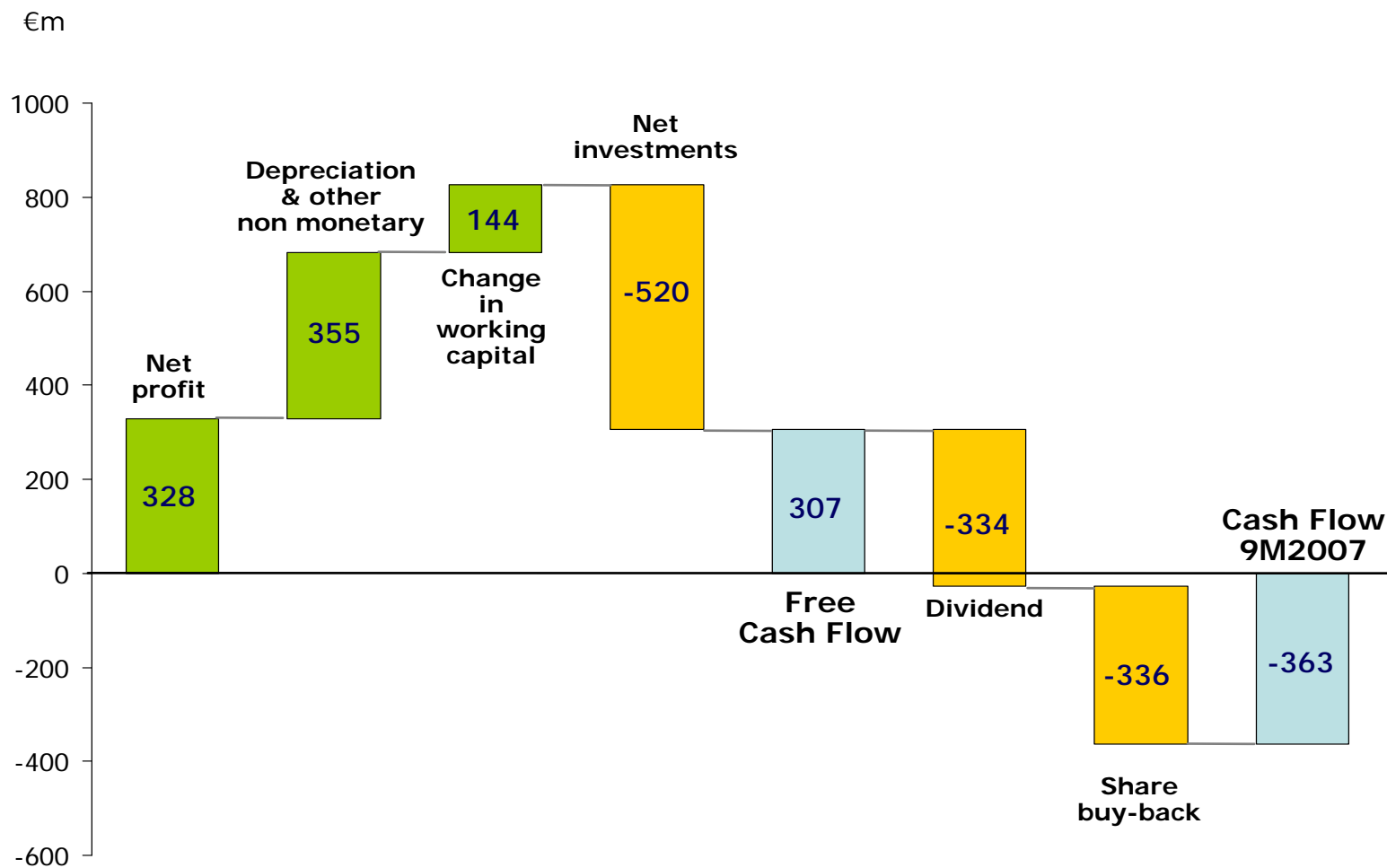
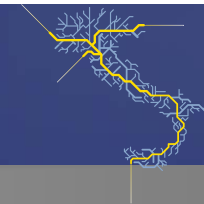




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€m	Dec, 31 2006		Sep, 30 2007
Net Invested Capital	8,954	+45	8,999
▪ Fixed assets	9,527	+164	9,691
Tangible fixed assets	9,479	+163	9,642
Intangible fixed assets	48	+1	49
▪ Net working capital	-539	-122	-661
Receivables	552	-1	551
Liabilities	-1,091	-121	-1,212
▪ Staff benefits provision	-34	+3	-31
Net financial debt	5,255	+363	5,618
Shareholders' equity	3,699	-318	3,381
Leverage (D/D+E)	58.7%		62.4%





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Q&A Session



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