



Nr.34444/25.09.2014

**Submitted for analysis and approval to the General Ordinary Shareholders Meeting
dated.....**

REPORT

**On the approval of the documentation underlying the acquisition of the title certificate for the land
area of 3,019.92 m² related to the objective – Sector Navodari Premises + Gas Metering Regulating
Station owned by Transgaz
according to GD no. 834/1991 on the establishment and assessment of lands in possession of
state-owned companies, as amended from time to time**

SUMMARY

According to GD no. 834/1991, Transgaz performs activities for acquiring title certificates for the lands accommodating facilities related to the National Gas Transmission System (Gas Metering and Regulating Stations, Valve Control Stations, Compressor Stations) and other buildings (administrative offices) provided with documents, archived by the company, with respect to the management thereof (decrees, decisions, orders, agreements, etc.).

PROPOSAL

According to article 4 (d), the Joint Criteria of the Ministry of Economy and Finance and of the Ministry of Public Works and Land Management no. 2665/1C/311/1992 on the establishment and assessment of lands in the possession of state-owned companies, as amended, corroborated with article 15(3) (I) of Transgaz' updated Articles of Incorporation, we hereby submit to the General Ordinary Shareholders' Meeting, for approval, the documentation underlying the acquisition of the title certificate for the land area of 3,019.92 m² related to the objective – Sector Navodari Premises + Gas Metering Regulating Station owned by Transgaz.

The above-mentioned documentation was endorsed by Transgaz' Board of Administration.

DETAILED PRESENTATION

According to GD no.834/1991 on the establishment and assessment of lands in possession of state-owned companies, as amended from time to time and Order no. 503/08.09.2014 of the General Secretariat of the Government on the setting up of the commission for the establishment and assessment of lands in the possession of Transgaz, the company performs activities for acquiring title certificates for the owned lands.

With reference to land assessment, we would like to point out, that, pursuant to GD no. 107/30.01.2008 for the amendment of article 6 of Governmental Decision no. 834/1991 on the establishment and assessment of lands in the possession of state-owned companies, and for repealing

applicable regulations, the value of the lands for which title certificates are to be issued, was stipulated to be the market value set based on the assessment reports prepared according to the applicable standards by licensed assessors, certified pursuant to the relevant laws.

The assessment reports as prepared by experts shall be attached to the topographic documentation and shall be submitted to the General Secretariat of the Government for title certificate issuing purposes.

Therefore, the assessment report for the land area of 3,020 m² related to the objective **Sector Navodari Premises+ Gas Metering Regulating Station** amounting to Lei 143,600 was prepared by SC Hania SRL Calarasi, by Ms. Nicoleta Harsescu, expert assessor, pursuant to article I of GD no. 107/2008.

After the title certificate has been issued according to article 32, GEO no. 88/1997 on the privatisation of trading companies, as amended; the company's share capital is lawfully increased by the value of the land set as mentioned above, in compliance with the relevant provisions of the Company Act no. 31/1990, as amended from time to time.

The certificate for the land title is subject to real estate advertising and Transgaz is subject to tax obligations under the applicable laws.

ION STERIAN
Chairman
The Board of Administration