

REPORT AND ISSUER IDENTIFICATION DATA

Semestrial report under Article 227 of Law no. 297/2004

Report date: November 12th, 2012

Company's name: SNTGN TRANSGAZ SA

Headquarters: Medias, no.1, C.I. Motas Sq., code 551130

Phone/fax no.: 0269-803333/0269-839029

Fiscal registration code: RO13068733

Commerce Registration no.: J32/301/2000

Subscribed and paid-up share capital: Lei 117.738.440

Regulated market trading the issued securities: Bucharest Stock Exchange

REPORT
ON SNTGN TRANSGAZ' SA ECONOMIC-FINANCIAL ACTIVITY
AS AT 30.09.2012
(Period 1 January - 30 September 2012)

Transgaz' economic-financial activity was performed based on the ratios mentioned in the Revenues and Expense Budget, approved by GD 775/25.07.2012 and by the General Assembly of Shareholders based on Decision no. 6/04.09.2012.

The key economic-financial indicators achieved within the analysed period as opposed to the same period of 2011 are as follows:

Thousand lei

Tag no.	Name	Achieved 1.01-30.09.2011	Achieved 1.01-30.09.2012	Indices (%)
0	1	2	3	4=3/2x100
1.	Operating revenues	985.279	971.747	98,63
2.	Financial revenues	40.566	48.320	119,11
3.	TOTAL REVENUES	1.025.845	1.020.067	99,44
4.	Operating expenses	657.353	728.108	110,76
5.	Financial expenses	28.679	21.350	74,44
6.	TOTAL EXPENSES	686.032	749.458	109,25
7.	GROSS RESULT (row 3.- row 6.)	339.813	270.609	79,63
	of which:			
	↳ From operation	327.926	243.640	74,30
	↳ From the financial activity	11.887	26.969	226,87
8.	Tax on profit	55.881	55.382	99,11
9.	NET PROFIT	283.932	215.227	75,80

The total achieved revenues are of **99,44%** as opposed to the achievements related to the same period of 2011, registering a **lei 5.778 thousand** decrease. The decrease was mainly due to the following factors:

- ✎ Smaller gas quantities transmitted as opposed with the similar period of 2011 by approximately 304 million cm;
- ✎ The decrease in revenues from operation based on the revenues from penalties and fines.

As opposed to the 30th of September 2011 increases were registered with:

- ✎ The revenues from the international natural gas transit after the depreciation of the national currency in 2012 compared with EURO and USD, considering the fact that these revenues are invoiced in currency;
- ✎ The financial revenues from the favourable differences of the currency exchange.

The total expenses represent **109,25%** as opposed to the achievements of the similar period of 2011, their level being higher by **lei 63.426 thousand** and influenced mainly by the increase of the expenses related to the amortization of fixed assets after the registration of the results of the revaluation of the fields and buildings owned by Transgaz on 31st of December 2011, according to the Order of the Ministry of Public Finances no. 3055/2009 and approved by the General Assembly of Transgaz' Shareholders by the Decision no. 3 on the 25th of April 2012.

The gross profit achieved is **lei 270.609 thousand** lower by lei 69.204 thousand, than the similar period of 2011.

Analysis of economic-financial indicators as at 30 September 2012 as opposed to the Revenue and Expense Budget approved by the GD no. 775/25.07.2012

The financial results as at 30 September 2012 are as follows:

Thousand lei

Tag no.	Name	REB GD 775 1.01-31.09.2012	Achieved 1.01-30.09.2012	Indices (%)
0	1	2	3	4=3/2x100
1.	Operating revenues	960.153	971.747	101,21
2.	Financial revenues	41.207	48.320	117,26
3.	TOTAL REVENUES	1.001.360	1.020.067	101,87
4.	Operating expenses	741.814	728.108	98,15
5.	Financial expenses	23.554	21.350	90,64
6.	TOTAL EXPENSES	765.368	749.458	97,92
7.	GROSS RESULT (row 3.- row 6.) of which:	235.992	270.609	114,67
	↳ From operation	218.339	243.640	111,59
	↳ From the financial activity	17.653	26.969	152,77
8.	Tax on profit	46.372	55.382	119,43
9.	NET PROFIT	189.620	215.227	113,50

The total revenues were achieved **101,87%** as opposed to the Revenues and Expense Budget, exceeding by **Lei 18.706 thousand**.

The total expenses were incurred **97,92%** as opposed to the approved estimation, being by **Lei 15.910 thousand** lower than as provided in the REB.

The gross profit was achieved **114,67%**, as opposed to the estimation by **Lei 34.616 thousand** higher than as estimated in the REB and **the net profit** was achieved **113,50%**, by **Lei 25.606 thousand** higher than as estimated.

The summary of the accounting balance and that of the profit and loss account as well as the key financial indicators related to the reporting period are presented in annexes 1-3.

The financial statements related to the period 1 January – 30 September 2012 are not audited.

DIRECTOR GENERAL

Ioan RUSU

Chief Financial Officer

Ioan Stefanescu

ANNEX no.1**Summary of the Accounting Balance as at 30.09.2012**

Tag no.	Name of indicator	30.09.2012	01.01.2012
1.	Assets		
	Fixed	3.348.200.771	3.402.786.965
	Current	471.794.459	684.878.301
	Advance expenses	3.348.854	1.371.954
	Total	3.823.344.084	4.089.037.220
2.	Capitals and debts		
	Capitals	3.131.293.061	3.262.877.964
	Long-term debts	57.630.433	75.147.643
	Provisions	33.734.037	42.427.376
	Short-term debts	256.468.871	358.127.194
	Advance revenues	344.217.682	350.457.043
	Total	3.823.344.084	4.089.037.220

ANNEX no.2**Summary of the profit and loss account related to the reporting period 01.01.2012 - 30.09.2012**

Tag no.	Name of indicator	30.09.2012	30.09.2011
1.	Net turnover	945.586.246	940.489.448
	Operating revenues	971.747.403	985.278.912
	Operating expenses	728.107.791	657.353.322
2.	Operating result (profit)	243.639.612	327.925.590
	Financial revenues	48.319.503	40.566.240
	Financial expenses	21.349.411	28.678.859
3.	Financial result (profit)	26.970.092	11.887.381
	Total revenues	1.020.066.906	1.025.845.152
	Total expenses	749.457.202	686.032.181
4.	Gross result (profit)	270.609.704	339.812.971
5.	Tax on profit	55.382.360	55.880.799
6.	Net result (profit)	215.227.344	283.932.172

ANNEX no.3**Main economic-financial ratios related to the reporting period 01.01.2012 - 30.09.2012**

Tag no.	Name of indicator	30.09.2012	Result
1.	Current liquidity ratio	Current assets/current debts	1,84
2.	Leverage ratio		
2.1	Leverage ratio 1	Loan capital/equity	1,72%
2.2	Leverage ratio 2	Loan capital/committed capital	1,70%

Traducere: Alina Veres