

## CURRENT REPORT

according to Law 24/2017 and Financial Supervisory Authority Regulation No. 5/2018 on issuers of financial instruments and market operations

Date of report: **14.11.2024**

Name of issuing entity: **SNTGN TRANSGAZ SA**

Headquarters: Mediaș, 1 Constantin I. Motaș Square, Sibiu County

Telephone/fax number: **0269803333/0269839029**

Tax number: **RO 13068733**

Trade Register number: **J32/301/2000**

Subscribed and paid-up capital: **lei 1.883.815.040**

Regulated market on which issued securities are traded: **Bucharest Stock Exchange.**

## QUARTERLY FINANCIAL RESULTS AS AT 30 SEPTEMBER 2024 (for 01.01-30.09.2024)

SNTGN Transgaz SA is a public limited liability company operated according to the Romanian laws and to the Articles of Incorporation.

According to Government Resolution 334/2000 and to the Articles of Incorporation, Transgaz aims at giving effect to the national strategic goals set for domestic and international gas transmission, dispatching, research and design, by performing trading acts according to its object of activity, in line with the Romanian laws in force.

The revenue obtained by Transgaz results from the following activities:

- **domestic gas transmission**, which, due to its monopolistic feature, is regulated by the National Energy Regulatory Authority.
- **balancing activity** performed as at 1 December 2015 based on ANRE Order 160/2015 establishing the obligations of the company on the balancing of the national transmission system, a financially neutral activity, any profit or loss from this activity following to be distributed to the customers for which the domestic transmission services are provided.

The total revenue from other activities with a small contribution to the turnover, such as asset sales, renting and royalty, interest revenue and foreign exchange gains, and the operating revenue and the financial revenue related to the debt for the regulated value remaining unamortised of the regulated asset base at the end of the Concession Agreement complete the total revenue of the company.

## The main indicators of the consolidated economic and financial results

The establishment of the company EUROTRANSGAZ SRL on the territory of the Republic of Moldova was approved by Extraordinary General Meeting of the Shareholders Resolution No. 10/12.12.2017 for enabling participation in the privatization procedure of the State Enterprise VESTMOLDTRANSGAZ. Transgaz is the sole shareholder of EUROTRANSGAZ SRL.

Since 2018, following the procurement of VESTMOLDTRANSGAZ SRL of the Republic of Moldova by EUROTRANSGAZ SRL, SNTGN Transgaz SA, as a parent company, prepares consolidated group financial statements.

Consolidated companies in the TRANSGAZ group:

		Share (%)
SNTGN TRANSGAZ SA	Parent company	
EUROTRANSGAZ SRL	Company held by SNTGN Transgaz SA	100%
VESTMOLDTRANSGAZ SRL	Company held by EUROTRANSGAZ SRL EBRD	75% 25%

As at 25.08.2021 the European Bank for Reconstruction and Development (EBRD) became a shareholder, holding a 25% stake in the share capital of the natural gas transmission company VESTMOLDTRANSGAZ SRL, a subsidiary of TRANSGAZ in the Republic of Moldova, which starting with September 19, 2023 took over the activity of operation, exploitation, dispatching and transmission of natural gas in the Republic of Moldova.

*\*thousand lei\**

Indicator	Achieved 9 months 2024	Achieved 9 months 2023	Increase
0	1	2	3=1/2x100
Operating revenue before the balancing and construction activity, according to IFRIC12	1.505.637	1.098.884	137%
Revenue from the balancing activity	160.273	321.672	50%
Revenue from the construction activity according to IFRIC12	1.298.474	56.414	2.302%
Financial revenue	156.096	219.191	71%
Operating costs before the balancing and construction activity, according to IFRIC12	1.384.707	1.135.399	122%
Balancing activity costs	160.273	321.672	50%
Cost of constructed assets according to IFRIC12	1.298.474	56.414	2.302%
Financial costs	92.073	128.321	72%
<b>GROSS PROFIT</b> , of which:	<b>184.953</b>	<b>54.355</b>	<b>340%</b>
• from operation	120.930	-36.516	X
• from the financial activity	64.023	90.870	70%
<b>Income tax</b>	<b>40.744</b>	<b>15.702</b>	<b>259%</b>
<b>NET PROFIT</b>	<b>144.208</b>	<b>38.653</b>	<b>373%</b>

**Compared to 30 September 2023 the consolidated gross profit realized at 30 September 2024 increased by 340%, which is higher by lei 130.598 thousand, and the consolidated net profit increased by 373%, which is higher by lei 105.555 thousand.**

The variation of the consolidated economic and financial indicators at 30 September 2024, compared to the indicators achieved in the similar period of 2023 is mainly determined by the variation of the individual economic-financial indicators recorded by SNTGN Transgaz SA at 30 September 2024 compared to the indicators achieved in the similar period of 2023.

In 1 January 2024 – 30 September 2024 Vestmoldtransgaz SRL of the Republic of Moldova provided natural gas delivery services amounting to lei 105.715 thousand.

## Main indicators of the individual economic and financial results

The main economic and financial indicators achieved at 30 September 2024, compared to the indicators achieved in the same period of 2023 are as follows:

*\*thousand lei\**

Indicator	Achieved 9 months 2024	Achieved 9 months 2023	Increase
0	1	2	$3 = \frac{1}{2} \times 100$
Operating revenue before the balancing and construction activity, according to IFRIC12, of which	1.386.439	1.079.328	128%
-revenue from domestic transmission	1.271.536	886.787	143%
-revenue from international transmission and similar	0	88.739	x
Operating costs before the balancing and construction activity, according to IFRIC12	1.271.773	1.115.263	114%
<b>Operating profit before the balancing and construction activity, according to IFRIC12</b>	<b>114.665</b>	<b>-35.935</b>	<b>x</b>
Revenue from the balancing activity	160.273	321.672	50%
Balancing activity costs	160.273	321.672	50%
Revenue from the construction activity according to IFRIC12	1.298.474	56.414	2.302%
Cost of constructed assets according to IFRIC12	1.298.474	56.414	2.302%
<b>Operating profit</b>	<b>114.665</b>	<b>-35.935</b>	<b>x</b>
Financial revenue	151.978	194.508	78%
Financial costs	67.757	106.079	64%
<b>Financial result</b>	<b>84.221</b>	<b>88.429</b>	<b>95%</b>
<b>GROSS PROFIT</b>	<b>198.886</b>	<b>52.494</b>	<b>379%</b>
<b>Income tax</b>	<b>40.002</b>	<b>15.029</b>	<b>266%</b>
<b>NET PROFIT</b>	<b>158.884</b>	<b>37.464</b>	<b>424%</b>

At 30.09.2024 the operating revenue before the balancing and construction activity, according to IFRIC12 increased by 128% compared to the one achieved at 30 September 2023, which is higher by lei 307.111 thousand.

In 1 October 2021 - 30 September 2023 the gas transmission tariffs were not updated, being applied the transmission tariffs approved by ANRE Order 32/2021, corresponding to a regulated tariff of lei 1.041.465,61 thousand.

From 1 October 2023, the natural gas transmission tariffs approved by the Order 68/ 30.05.2023 of the ANRE President are applicable. The approved regulated revenue for natural gas transmission for 1 October 2023 - 30 September 2024 is lei 1.647.347,820 thousand.

At 30.09.2024 the operating costs before the balancing and construction activity according to IFRIC12 increased by 114% as compared to 30 September 2023, which is higher by lei 156.510 thousand.

**Compared to 30 September 2023 the gross profit realized at 30 September 2024 increased by 379%, which is higher by lei 146.392 thousand, and the net profit increased by 424%, which is higher by lei 121.420 thousand.**

The main economic and financial indicators realized in the Q III 2024 compared to the same period of 2023 are presented in the table below:

*\*thousand lei\**

Indicator	Achieved Q III 2024	Achieved Q III 2023	Increase
0	1	2	3=1/2x100
Operating revenue before the balancing and construction activity, according to IFRIC12, of which	370.309	322.189	115%
-revenue from domestic transmission	329.429	255.618	129%
-revenue from international transmission and similar	0	29.868	x
Operating costs before the balancing and construction activity, according to IFRIC12	423.192	397.759	106%
<b>Operating profit before the balancing and construction activity, according to IFRIC12</b>	<b>-52.882</b>	<b>-75.571</b>	<b>x</b>
Revenue from the balancing activity	45.489	58.605	78%
Balancing activity costs	45.489	58.605	78%
Revenue from the construction activity according to IFRIC12	622.656	21.143	2.945%
Cost of constructed assets according to IFRIC12	622.656	21.143	2.945%
<b>Operating profit</b>	<b>-52.882</b>	<b>-75.571</b>	<b>x</b>
Financial revenue	48.982	69.090	71%
Financial costs	19.124	42.298	45%
Financial result	29.858	26.792	111%
<b>GROSS PROFIT</b>	<b>-23.024</b>	<b>-48.779</b>	<b>x</b>
Income tax	370.309	322.189	115%
NET PROFIT	329.429	255.618	129%

In Q III 2024 operating revenue before the balancing and construction activity, according to IFRIC12 increased by 115% compared to the one achieved in Q III 2024, which is higher by lei 48.120 thousand.

In Q III 2024 the operating costs before the balancing and construction activity according to IFRIC12 increased by 106% as compared to Q III 2023, which is higher by lei 25.432 thousand.

The main economic and financial indicators realized in 01.01.- 30.09.2024, compared to the revenue and expense budget approved by OGMS Resolution 1/21 February 2024 are presented in the table below:

*\*thousand lei\**

Indicator	REB 9 months 2024	Achieved 9 months 2024	%
1	2	3	4=3/2x100
Operating revenue before the balancing and construction activity, according to IFRIC12	1.372.503	1.386.439	101%
Revenue from the balancing activity	323.240	160.273	50%
Revenue from the construction activity, according to IFRIC12	477.401	1.298.474	272%
Financial revenue	165.601	151.978	92%
Operating costs before the balancing and construction activity, according to IFRIC12	1.459.207	1.271.773	87%
Costs from the balancing activity	323.240	160.273	50%

Indicator	REB 9 months 2024	Achieved 9 months 2024	%
Cost of constructed assets according to IFRIC12	477.401	1.298.474	272%
Financial costs	64.910	67.757	104%
<b>GROSS PROFIT</b> , of which:	<b>13.987</b>	<b>198.886</b>	<b>1.422%</b>
• from operation	-86.704	114.665	x
• from the financial activity	100.691	84.221	84%
<b>Income tax</b>	<b>32.978</b>	<b>40.002</b>	<b>121%</b>
<b>NET PROFIT</b>	<b>-18.991</b>	<b>158.884</b>	<b>x</b>

Operating revenue before the balancing and construction activity according to IFRIC12, realized at 30.09.2024, increased by lei 13.936 as compared to the REB.

Operating costs before the balancing and construction activity according to IFRIC12, realized at 30.09.2024, decreased by lei 187.434 thousand as compared to the REB.

**The gross profit realized at 30.09.2024** increased by lei 184.899 thousand as compared to the REB, which is **higher by 1422%**, and the **net profit is lei 177.876 thousand higher than the one foreseen in the REB.**

The Quarterly Report as at 30 September 2024 (01.01-30.09.2024) is prepared in accordance with the provisions of Annex no. 13 to Financial Supervisory Authority Regulation No. 5/2018 and includes unaudited financial information.

The full report is available at the link below or on Transgaz's website at: [http://www.transgaz.ro/en/investitori/raportari\\_financiare](http://www.transgaz.ro/en/investitori/raportari_financiare)

**Director - General**  
**ION STERIAN**