

QUARTERLY FINANCIAL RESULTS AT 31.03.2020

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 gas transmission, international transit, dispatching, research and design, by performing trading acts according to its object of activity, in line with the Romanian laws in force.

The main economic-financial indicators achieved in Quarter I 2020 compared to Quarter I 2019 are:

* thousand RON *

No.	Name	Obtained in Q I 2019	Obtained in Q I 2020	Increase
0	1	2	3	4=3/2x100-100
1.	Operating revenue before the balancing and construction activity, according to IFRIC12	472.980	512.801	8%
2.	Revenue from the balancing activity	103.961	64.515	-38%
3.	Revenue from the construction activity according to IFRIC12	150.176	339.363	126%
4.	Financial revenue	22.687	7.271	-68%
5.	Operating costs before the construction activity, according to IFRIC12	255.737	272.333	6%
6.	Costs from the balancing activity	103.961	64.515	-38%
7.	Cost of assets built according to IFRIC12	150.176	339.363	126%
8.	Financial costs	10.909	5.381	-51%
9.	GROSS PROFIT , of which:	229.021	242.358	6%
	• from operation	217.243	240.469	11%
	• from the financial activity	11.778	1.889	-84%
10.	Income tax	37.634	40.491	8%
11.	NET PROFIT	191.388	201.867	5%

Operating revenue before the balancing and construction activity, according to IFRIC12 increased by 8% as compared to Q I 2019, which is higher by LEI 39.821 thousand.

Operating costs before the balancing and construction activity according to IFRIC12 increased by 6% as compared to Q I 2019, which is higher by LEI 16.596 thousand.

Compared to Q I 2019 the gross profit obtained in Q I 2020 increased by 6%, which is higher by LEI 13.337 thousand.

The Quarterly report as at 31 March 2020 is prepared according to the provisions of Annex 13 of ASF Regulation no 5/2018 and includes unaudited financial information.

The full version of the report is made available to the public as follows:

- on TRANSGAZ' website - www.transgaz.ro
- at TRANSGAZ' headquarters, in Mediaş, 1, C.I.Motaş Square, the county of Sibiu
- In soft copy – on the web site of the Bucharest Stock Exchange - www.bvb.ro

**Director - General
Sterian Ion**