

efficiency of the company's internal control. Moreover, audits assess both the appropriateness of the implemented accounting policies and the reasonability of the accounting forecasts drawn up by the company and the presentation of the financial statements in general.

5. We consider that the audit samples we obtained are sufficient and adequate to support our auditing outlook.

Outlook

6. As far as we are concerned, TRANSGAZ financial statements for the financial year ended on December 31st, 2007 were properly drawn up, in all significant aspects, in compliance with further amended Order no. 1752/2005 of the Ministry of Public Finance and accounting policies specified in the notes thereto.

Other aspects

7. This report is exclusively meant for the company's shareholders. We performed this audit in order to be able to report to the company's shareholders such aspects as shall be reported for the purpose of a financial audit report, and not for other purposes. To the extent permitted by law, we shall not accept or undertake responsibility other than for the company and its shareholders, in general, for our audit, this report or resulted outlook.

8. The attached financial statements are not meant to express the financial standing, the result of operations or a complete set of notes to the financial statements under accounting regulations and policies applied in countries and jurisdictions, other than Romania. Therefore, the attached financial statements are not meant to be used by persons unaware of the Romanian legal and accounting regulations, including further amended Order no. 1752/2005 of the Ministry of Public Finance.

Report on the compliance of TRANSGAZ Management Report with the financial statements

Under Order no. 1752/2005 of the Ministry of Public Finance, Article 263, item 2, we read the Report of TRANSGAZ Management attached to the financial statements and numbered page 1-page 53. Such report is not part of the financial statements. Within the Report of TRANSGAZ Management, we did not identify any non-compliant financial data with the attached financial statements.

PricewaterhouseCoopers Audit SRL

Registered with the Romanian Chamber of Financial Auditors under no. 6/June 25th, 2001

Bucharest, April 4th, 2008