

CURRENT REPORT according to the provisions of Article 82 of Law 24/2017

Date of report: **23.07.2020**

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

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

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

Tax identification code: **RO 13068733**

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

Subscribed and paid-up capital: **RON 117,738,440**

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

REPORTED EVENTS

SNTGN Transgaz SA informs all those concerned on the juridical documents concluded with companies in which the Romanian State exercises direct or indirect control and whose total value represents at least the RON equivalent of EUR 50,000:

Contract data	Contract clauses
Contract Parties	BENEFICIARY: Vestmoldtransgaz S.R.L.
	SUPPLIER: The National Gas Transmission Company Transgaz S.A.
Contract date and type	Service contract no. 8, concluded on 24.06.2020, registered with SNTGN TRANSGAZ S.A. under no. 390 on 25.06.2020.
Contract scope	Submission on lease by the Contractor to VMTG, for the period of the lease period, of the right of possession and use over four (4) gas metering regulating stations.
Contract value	The value of the rent was calculated according to Art. 3.1. and Annex 2 of the Contract, respectively 938,053 Euro: „3.1. VMTG will pay the Contractor for the possession and use of the MRSs the rent in the total amount of EUR 938,053, excluding VAT, (hereinafter "Rent") in monthly installments according to the schedule detailed in Annex 2 to the Contract.”
Mutual debts	Not applicable.

<p>Guarantees established and penalties stipulated</p>	<p>The penalties were established in accordance with Art. 10.5 and Art. 10.6 of the Contract:</p> <p><i>"10.5. Penalties payable by the Contractor</i> <i>VMTG will be able to request the Contractor to pay penalties in case the Contractor:</i></p> <p><i>a) does not perform, in whole or in part, or performs late the Works undertaken within the deadline agreed in the Contract in Article 4.1.</i></p> <p><i>b) does not ensure the undisturbed use of MRSs during the Contract.</i></p> <p><i>In such cases the Contractor will owe VMGT penalties, as follows:</i></p> <p><i>a) starting with the delay premium and until the 90th day: 0.00%/day of delay from the contract price;</i></p> <p><i>b) as of the 91st day until the date of the actual remedy: 0.10%/day of delay from the contract price</i></p> <p><i>In no case will the cumulative value of the penalties exceed 10% of the value of the Contract.</i></p> <p><i>10.6. Penalties payable by VMGT</i> <i>The Contractor will be able to request VMGT penalties for non-payment/late payment of the monthly payment instalments of the Rent in the amount of 0.1% per day of delay from the amount due and unpaid."</i></p>
<p>Payment terms and modalities</p>	<p>The terms and methods of payment have been established in accordance with Art. 2 of the Contract:</p> <p><i>"2.1The contract enters into force on the date of issue by VMGT of a contract commencement order ("Commencement Order").</i></p> <p><i>2.2. The term of the MRS lease will begin on the date on which the following were cumulatively met:</i></p> <p><i>a) The Contract Commencement Order was issued by VMGT and</i></p> <p><i>b) A Delivery-receipt Report has been signed by the Parties in the form agreed by the Parties, which will confirm the delivery and receipt of the MRSs at the locations indicated in the Annex 3.</i></p> <p><i>2.3. The contract will terminate at the expiration of 12 months calculated from the date of commencement of the lease period (hereinafter "Lease Period"), unless the Parties agree to extend the period of the lease by Addendum."</i></p>

ION STERIAN
DIRECTOR GENERAL