

THE NATIONAL GAS TRANSMISSION COMPANY "TRANSGAZ" S.A. MEDIAS

**UNAUDITED ESTIMATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31
DECEMBER 2013**

**PREPARED IN ACCORDANCE WITH THE INTERNATIONAL FINANCIAL REPORTING
STANDARDS AS ADOPTED BY THE EUROPEAN UNION**

This version of our report is a translation from the original, which was prepared in Romanian. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.

STATEMENT OF FINANCIAL POSITION
(expressed in RON, unless otherwise stated)

31 December 2013

31 December 2012

ASSETS

Non-current assets

Intangible assets	2.532.641.542	2.495.791.792
Tangible assets	697.217.545	742.427.911
Available for sale financial assets	5.953.263	105.356.906
Trade and other receivables	-	-
	<u>3.235.812.350</u>	<u>3.343.576.609</u>

Current assets

Inventories	33.526.925	35.827.551
Trade and other receivables	401.261.834	347.781.745
Cash and cash equivalents	<u>267.261.147</u>	<u>178.637.942</u>
	<u>702.049.906</u>	<u>562.247.238</u>

Total assets	3.937.862.256	3.905.823.847
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EQUITY AND LIABILITIES

Shareholders' equity

Share capital	117.738.440	117.738.440
Hyperinflation to share capital adjustments	441.418.396	441.418.396
Share premium	247.478.865	247.478.865
Other reserves	1.265.796.861	1.265.796.861
Retained earnings	<u>1.001.344.420</u>	<u>915.143.887</u>
	<u>3.073.776.982</u>	<u>2.987.576.449</u>

Non-current liabilities

Long-term borrowings	24.000.000	48.000.000
Provision for employee benefits	64.005.778	62.313.809
Deferred income	370.180.329	362.261.072
Deferred tax liability	<u>85.283.060</u>	<u>90.372.543</u>
	<u>543.469.167</u>	<u>562.947.424</u>

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STATEMENT OF FINANCIAL POSITION
(expressed in RON, unless otherwise stated)

	<u>31 December 2013</u>	<u>31 December 2012</u>
Current liabilities		
Trade and other payables	262.081.029	255.368.831
Provision for liabilities and charges	27.200.907	18.591.252
Current income tax liabilities	7.334.168	57.339.891
Short term borrowings	<u>24.000.000</u>	<u>24.000.000</u>
	<u>320.616.107</u>	<u>355.299.974</u>
Total liabilities	<u>864.085.274</u>	<u>918.247.398</u>
Total equity and liabilities	<u>3.937.862.256</u>	<u>3.905.823.847</u>

Director General
Petr Ion Vaduva

Chief Financial Officer
Marius Lupean

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STATEMENT OF COMPREHENSIVE INCOME
(expressed in RON, unless otherwise stated)

	Year ended 31 December 2013	Year ended 31 December 2012
Domestic transmission income	1.210.480.230	1.052.112.211
International transmission income	268.537.107	275.875.022
Other income	<u>37.440.227</u>	<u>37.382.118</u>
	1.516.457.564	1.365.369.351
Depreciation	(180.894.433)	(164.539.650)
Wages, salaries and other employment related expenses	(292.079.720)	(284.268.737)
Gas, materials and consumables used	(121.422.078)	(145.183.283)
Royalty expense	(147.901.734)	(132.798.723)
Maintenance and transportation	(71.644.490)	(111.307.785)
Other employee benefits	(54.912.669)	(51.479.308)
Taxes and other state dues	(54.342.445)	(15.531.417)
Expenses with provision employee benefits	(1.691.969)	(30.767.646)
Expenses with provision for liabilities and charges	(8.609.654)	(5.100.602)
Other operating expenses	<u>(54.318.441)</u>	<u>(59.471.143)</u>
Operating profit	528.639.931	364.921.057
Finance income	40.777.695	54.789.614
Finance costs	<u>(141.597.037)</u>	<u>(26.795.040)</u>
Finance income, net	(100.819.342)	27.994.574
Profit before tax	427.820.589	392.915.631
Income tax expense	<u>(90.954.790)</u>	<u>(63.610.388)</u>
Net profit for the period and total comprehensive income for the period	<u>336.865.799</u>	<u>329.305.243</u>
Basic and diluted result per share (expressed in lei pers hare)	28,61	27,97

Director General
Petru Ion Vaduva

Chief Financial Officer
Marius Lupean

