The Ministry of Economy

Department for Privatization and State Shareholdings Administration (DPAPS) No. 1337/06.04.2017

To: SNTGN TRANSGAZ SA

Attn.: Mr. Ion Sterian Chairman of the Board of Administration

With respect to your letter no. 13845/2017, registered with DPAPS under number 1337/2017, in which you submitted to us the draft revenue and expense budget related to 2017, we would like to let you know that, subsequent to its analysis we consider that the following corrections are required:

- a) to mention in the report for the approval of the revenue and expense budget related to 2017 that, it was substantiated based on the provisions of art 59, par (7) of Law no. 6/2017 of the state budget for 2017;
- b) to eliminate the wording "art. 59, par (1), letter c) of Law no 6/2017 of the state budget for 2017" mentioned in page 5 of the report for the approval of the revenue and expense budget related to 2017, as the provisions under point a) above are applicable to the company;
- c) to correct the amount provided in Annex no 1, row 8, column 5 and in annex no 2, row 30, column 6 d). The correct amount is RON 1.226.596 thousand;
- d) to comply with the correlation provided for annex no 4 in Order no. 20/2016 on the approval of the template and of the structure of the revenue and expense budget, as well as of the annexes to substantiate it (Row II, column 6 of Annex no 4 = row 46, column 5 of Annex no. 1);
- e) to correct the amount provided in Annex no. 2, at row 133, column 6d). the correct amount is RON 11.495 thousand;
- f) to correct the amount provided in Annex no. 5 at point III, column 5 and 7. The correct amounts are: RON -349.764 thousand (column5) and RON -104.315 thousand (column 7).

In the light of the foregoing please take all necessary steps in view of making the requested corrections.

Best regards,

Mihaela SAVU President