

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

**ESTIMATED UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR
ENDED ON 31 DECEMBER 2018**

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

INTERIM STATEMENT OF THE FINANCIAL POSITION

(expressed in lei, if not specified otherwise)



	31 December 2018	31 December 2017
ASSET		
Fixed assets		
Intangible Assets	2.719.185.658	2.490.561.098
Tangible Assets	516.521.021	558.555.440
Financial assets	45.600.828	232.533
Trade receivables and other receivables	<u>812.792.405</u>	<u>660.030.895</u>
	4.094.099.912	3.709.379.966
Current assets		
Inventories	275.955.347	82.093.413
Commercial receivables and other receivables	534.015.646	379.451.909
Cash and cash equivalent	<u>708.752.317</u>	<u>1.062.351.834</u>
	1.518.723.310	1.523.897.156
Total asset	5.612.823.222	5.233.277.122
Equity		
Share capital	117.738.440	117.738.440
Hyperinflation adjustment of share capital	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>1.597.503.916</u>	<u>1.648.717.472</u>
	3.669.936.478	3.721.150.034
Long-term debts		
Long-term debts	233.195.000	69.895.500
Provision for employee benefits	104.803.323	95.853.939
Deferred income	1.155.662.904	1.009.428.147
Deferred tax payment	<u>58.896.494</u>	<u>63.346.964</u>
	1.552.557.721	1.238.524.550
Current debts		
Commercial debts and other debts	370.286.754	255.035.974
Provision for risks and charges	17.102.476	14.957.838
Current tax payment	-	-
Provision for employee benefits	<u>2.939.793</u>	<u>3.608.726</u>
	390.329.023	273.602.538
Total debts	1.942.886.744	1.512.127.088
Total equity and debts	5.612.823.222	5.233.277.122

Director General
Ion Sterian

Chief Financial Officer
Marius Lupean

Notes 1 to 32 are part of these financial statements (1)

**INTERIM STATEMENT OF THE COMPREHENSIVE
INCOME**

(expressed in lei, if not specified otherwise)



	The year ended 31 December 2018	The year ended 31 December 2017
Revenues from the domestic transmission activity	1.178.419.674	1.338.046.808
Revenues from the international transmission activity	324.380.804	333.289.677
Other revenues	<u>135.777.397</u>	<u>78.609.294</u>
Operational income before balancing and the construction activity according to IFRIC12	1.638.577.875	1.749.945.779
Depreciation	(215.889.110)	(214.427.744)
Employees costs	(382.447.597)	(385.228.323)
Technological consumption, materials and consumables used	(96.880.600)	(105.031.611)
Expenses with royalties	(150.280.051)	(167.133.649)
Maintenance and transport	(35.886.568)	(27.397.902)
Taxes and other amounts owed to the state	(76.447.146)	(71.564.024)
Revenues/ (Expenses) with provisions for risks and expenses	(4.253.883)	(1.272.746)
Other operating expenses	<u>(93.896.841)</u>	<u>(113.163.618)</u>
Operational profit before balancing and the construction activity according to IFRIC12	582.596.079	664.726.162
Revenues from the balancing activity	235.427.293	120.686.221
Expenses with balancing gas	(235.427.293)	(120.686.221)
Income from the construction activity according to IFRIC12	388.554.142	63.949.856
Cost of assets constructed according to IFRIC12	<u>(388.554.142)</u>	<u>(63.949.856)</u>
Operational profit	582.596.079	664.726.162
Financial income	46.852.891	190.546.072
Financial expenses	<u>(25.369.080)</u>	<u>(150.227.284)</u>
Financial income, net	<u>21.483.811</u>	<u>40.318.788</u>
Profit before tax	604.079.890	705.044.950
Profit tax expense	<u>(105.123.723)</u>	<u>(122.983.907)</u>
Net profit for the period	<u>498.956.167</u>	<u>582.061.043</u>
Earnings per share, basic and diluted (expressed in lei per share)	42,38	49,44
Other elements of the comprehensive income Elements which will not be reclassified in the profit and loss account		
Actuarial (Loss)/gain related to the period	(2.400.197)	17.825.963
Total comprehensive income for the period	<u>496.555.970</u>	<u>599.887.006</u>

Director General
Ion Sterian

Chief Financial Officer
Marius Lupean

