

**CURRENT REPORT****in compliance with the stipulations of the Law no. 24/2017 and of the FSA Regulation no.5/2018 regarding the issuers of financial instruments and market operations**Date of report: **14.11.2019**Name of issuing entity: **SNTGN TRANSGAZ SA MEDIAȘ**Headquarters: **Mediaș, 1 Constantin I. Motaș Square, Sibiu County**Telephone/fax number: **0269803333/0269839029**Tax number: **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.****QUARTERLY FINANCIAL RESULTS AT 30 SEPTEMBER 2019****(01.01-30.09.2019)**

SNTGN Transgaz SA is a public limited liability company operated according to the Romanian laws and to the Articles of Incorporation.

According to Government Resolution 334/2000 and to the Articles of Incorporation, Transgaz aims at giving effect to the national strategic goals set for gas transmission, international transit, dispatching, research and design, by performing trading acts according to its object of activity, in line with the Romanian laws in force.

The revenue obtained by Transgaz results from the following activities:

- **domestic gas transmission activity**, which, due to its monopolistic feature, is regulated by the National Energy Regulatory Authority.
- **international gas transmission activity**, which is a gas transmission activity performed through dedicated transmission pipelines.
- **balancing activity** performed as of 1 December 2015 based on ANRE Order 160/2015 establishing the obligations of the Company on the balancing of the national transmission system, a financially neutral activity, any profit or loss from this activity following to be distributed to the customers for which the domestic transmission services are provided.

The total revenue from other activities with a small contribution to the turnover, such as asset sales, renting and royalty, interest revenue and foreign exchange gains, and the financial revenue related to the debt for the regulated value remaining unamortised of the regulated asset base at the end of the Concession Agreement complete the total revenue of the Company.

The main economic and financial indicators obtained at 30 September 2019 and in Q III 2019, compared to the same periods of 2018 are presented below:

Name	Obtained 9 months 2018	Obtained 9 months 2019	Changes (+/-)	Obtained in Q III 2018	Obtained in Q III 2019	Changes (+/-)
Operating revenue before the balancing and construction activity, according to IFRIC12	1.093.054	1.085.513	-1%	284.248	310.519	9%
Revenue from the balancing activity	118.838	250.930	111%	28.354	67.721	139%
Revenue from the construction activity according to IFRIC12	109.545	521.459	376%	74.626	223.561	200%
Financial revenue	36.560	41.522	14%	14.582	8.324	-43%
Operating costs before the construction activity, according to IFRIC12	755.092	840.997	11%	264.046	280.964	6%
Costs from the balancing activity	118.838	250.930	111%	28.354	67.721	139%
Cost of assets built according to IFRIC12	109.545	521.459	376%	74.626	223.561	200%
Financial costs	18.009	20.742	15%	9.131	4.308	-53%
<b>GROSS PROFIT</b> , of which:	<b>356.513</b>	<b>265.297</b>	<b>-26%</b>	<b>25.653</b>	<b>33.570</b>	<b>31%</b>
• from operation	337.962	244.516	-28%	20.202	29.555	46%
• from the financial activity	18.551	20.781	12%	5.451	4.015	-26%
<b>Income tax</b>	<b>56.568</b>	<b>40.608</b>	<b>-28%</b>	<b>5.977</b>	<b>4.383</b>	<b>-27%</b>
<b>NET PROFIT</b>	<b>299.946</b>	<b>224.689</b>	<b>-25%</b>	<b>19.676</b>	<b>29.188</b>	<b>48%</b>

Values expressed in \*RON thousand\*

The Quarterly Report at 30 September 2019 (01.01-30.09.2019) is prepared according to Annex 13 ASF Regulation no. 5/2018 and includes unaudited financial information.

For the full report please access the link below or Transgaz's website at: [http://www.transgaz.ro/en/investitori/raportari\\_financiare](http://www.transgaz.ro/en/investitori/raportari_financiare)

**Director - General**  
**Ion Sterian**