



Transelectrica®

Societate Administrată în Sistem Dualist

Compania Națională de Transport al Energiei Electrice

Transelectrica SA - Punct de lucru: Str. Olteni, nr. 2-4, C.P. 030786, București
România, Număr înregistrare: Oficiul Registrului Comerțului J40/8060/2000,
Cod Unic de înregistrare 13328043 Telefon +4021 303 56 11, Fax +4021 303 56 10
Capital subscris și vărsat: 733.031.420 Lei

www.transelectrica.ro

**To : Bucharest Stock Exchange – Department of Operations Issuers Regulated Markets
Financial Supervisory Authority - General Directorate Supervision – Issuers Division**

Communiqué as per the provisions of Law 24/2017, ASF Regulation 5/2018 and the BVB Code

Date of the report: **15 February 2021**

Name of issuer entity: **NPG TRANSELECTRICA SA, Company Managed under Two-tier System**

Headquarters: Bucharest 1, Blvd Gheorghe Magheru 33

Working location: Bucharest 3, Str. Olteni 2-4

Phone / fax numbers: 021 30 35 611 / 021 30 35 610

Single registration code: 13328043

Number in the Trade Register: J40/8060/2000

Share capital subscribed and paid: RON 733,031,420

LEI Code: 254900OLXCOUQC90M036

Regulated market where the issued securities are transacted: Bucharest Stock Exchange

Important event to report: Summary of preliminary financial results related to 2020

Reporting includes:

- Preliminary report on the activities of NPG Transelectrica SA in January-December 2020
- Non-audited stand-alone Preliminary Financial Statements on 31 December 2020

In 2020 Transelectrica registered improvement in activity profitability as compared to 2019.

Gross profit grew RON 60 mn in 2020, from RON 107 mn in January-December 2019 to RON 167 mn in January-December 2020, growth mainly due to all reduced operational expenses, including depreciation, as well as to an efficient management of resources available in Company accounts.

Total operational revenues achieved in 2020 registered slight 1% decrease in comparison with the previous year (RON 2,368 mn in 2020 compared to RON 2,398 mn in 2019), mainly determined by decrease of the operational revenues associated to zero profit activities (balancing market) and also by diminished quantity of transported electricity.

Total operational expenses (depreciation included) made in January-December 2020 registered 4% decrease compared to the same period of last year (RON 2,198 mn against RON 2,282 mn in 2019).

Company management had a prudent approach since the beginning of the year, reducing Company costs, analysing the default risk, taking into consideration the most important factors in order to make sure no economic losses will occur.

The context of 2020 was difficult because of Covid-19 pandemic, which influenced consumption decrease both at local and European level. Nevertheless in its capacity of Transmission System Operator (TSO) Transelectrica has implemented measures meant to mitigate risks, providing activity continuity under safe conditions.

Segment of profit allowed activities: As regards the main area of basic activities (transmission and SEN dispatch) 2% revenue decrease was registered, mainly determined by diminished electricity quantities delivered to consumers. At the same time the average price on the DAM provided strong decreasing trend beginning with January 2020, being about 25% lower in 2020 compared to 2019.

Segment of zero profit activities: The main area of zero profit activities registered 1% revenue decrease and 12% expense drop.

Obtaining rating Ba1 (Corporate Family Rating) with positive outlook for the third consecutive year from Moody's Investors Service shows that Transelectrica has sound financial profile, low leverage and strong stable predictable financial results.

	M. U.	2020	2019	Δ
Financial				
Charged quantity	[TWh]	53.85	55.34	▼ 3%
PROFIT ALLOWED ACTIVITIES				
Total revenues	[RON mn]	1,198	1,221	▼ 2%
Average transmission tariff (achieved)	[RON/MWh]	17,88	17,82	▲ 0.3%
Transmission revenues and other activities on the energy market	[RON mn]	1,035	1,082	▼ 4%
EBITDA	[RON mn]	329	418	▼ 21%
Depreciation	[RON mn]	268	280	▼ 4%
EBIT	[RON mn]	61	138	▼ 56%
ZERO PROFIT ACTIVITIES				
EBIT	[RON mn]	108	(22)	▲ n/a
ALL ACTIVITIES (PROFIT ALLOWED AND ZERO PROFIT)				
EBIT	[RON mn]	169	116	▲ 46%
Net profit	[RON mn]	114	96	▲ 18%
Operational				
Net internal consumption	[TWh]	55.7	57.5	▼ 3%
Net internal production	[TWh]	53.0	56.0	▼ 5%
Net import	[TWh]	2.8	1.5	▲ 84%

The preliminary report about the activities of NPG Transelectrica SA in 2020 and the Stand-alone preliminary financial statements non-audited on 31 December 2020 are available beginning with 15 February 2021

- Online, on the website www.transelectrica.ro, section Investor Relations Periodical Reporting / Reports, namely <https://www.transelectrica.ro/rapoarte-2020>;
- At Company offices: Str. Olteni 2-4, Bucharest 3

Catalin Nitu
Executive Director General
Directorate Chairman

Andreea-Mihaela MIU
Directorate Member