



Transelectrica®

Societate Administrată în Sistem Dualist

The National Power Grid Company Transelectrica

2-4 Olteni Street Bucharest, District 3, 030786, Romania
Trade Register Number J40/8060/2000, Single Registration Code 13328043
Phone +4021 303 56 11, Fax +4021 303 56 10
Share capital subscribed and paid: 733.031.420 Lei

www.transelectrica.ro

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

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

Date of the communiqué: **14 May 2021**

Name of Issuer Co.: **NPG TRANSELECTRICA SA, company managed by 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

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

LEI code: 254900OLXCOUQC90M036

Number in the Trade Register: J40/8060/2000

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

Important event to reportat: Abstract of financial results from quarter I 2021

This reporting includes:

- Stand-alone Interim Simplified Financial Statements, non-audited of March 31, 2021
- Quarterly report about the activities of NPG Transelectrica SA in January-March 2021

In Q1 2021 Transelectrica registered improvement in terms of activity profitability in comparison with Q1 2020.

The gross profit increased in the first quarter of 2021 from RON 92 mn in January-March 2020 to RON 94 mn in January-March 2021, an increase mainly due to reduced operational costs including amortisement and to efficient management of resources available in the Company's accounts.

The total operational revenues achieved in Q1 2021 registered 20% increase compared to the same period of last year (RON 726 mn in Q1 2021 compared to RON 603 mn in Q1 2020), mainly determined by higher electricity quantities delivered to consumers, by indexed average transmission tariff and higher balancing market revenues.

In comparison with the same period of last year, the total quantity of electricity transmitted in quarter I 2021 increased about 4% (14.93 TWh in Q1 2021 against 14.41 TWh in Q1 2020) while expenses for one's own technological consumption were RON 29 mn higher in comparison to quarter I 2020, mainly because of the 11% rise of the average price to procure electricity on the Balancing Market, which occurred in January 2021 as compared to the same period last year (from 421.85 RON/MWh to 472.29 RON/MWh), in the context of important changes introduced as of September 1, 2020 on the balancing market, when ANRE Order 61/2020 became effective. OTC within ETN grew about 30.2% compared to the similar period of 2020 due to: worsened distribution of physical flows on interconnection lines, worse distribution of generation in the first two months and in consequence of worse meteorological conditions in January and March, which determined higher corona losses, when the electricity introduced in the ETN outline decreased about 2%.

The Company management apply prudent approach towards reducing Company costs, taking into consideration the most important factors with a view to make certain no economic loss will be recorded.

One of the main concerns of Company management is the permanent consolidation and extension of the transmission infrastructure by upgrading it using the state-of-the-art technologies and thus provided the necessary conditions so as the electricity transmission grid can comply with current and future market requirements.

Transelectrica has launched a wide upgrade & development plan in order to comply with the requirements of technical and operational regulations of SEN and ENTSO-E, which is rigorously devised in technical and economic terms since it will enable performing the Company's fundamental mission to provide safe operation of SEN and develop the country's power infrastructure.

To consolidate the statements above, on 31 March 2021 the investment plan was achieved 26.9%. In comparison with the 2020 achievements, investment expenses made in 2021 increased 58.6%.

Segment of profit allowed activities: In the main area of basic activities (transmission and SEN dispatch) 5% revenue increase was recorded, mainly determined by 15% higher transmission revenues and the growth of other revenues on the electricity market (RON 323 mn in Q1 2021 compared to RON 281 mn in Q1 2020), originating in the greater quantities of electricity delivered to consumers and the ANRE-approved average transmission tariff has increased.

Segment of pass-through activities: 38% growth was registered (RON 393 MN on March 31, 2021 compared to RON 286 mn on March 31, 2020) in the main area of zero profit activities, mainly determined by RON 123 mn growth of balancing market revenues (from RON 98 mn on March 31, 2020 to RON 220 mn on March 31, 2021).

Rating Ba1 (Corporate Family Rating) with positive outlook granted by Moody's Investors Service agency shows Transelectrica has a sound financial profile, low indebtedness and strong stable predictable financial values.

	M.U.	Q1 2021	Q1 2020	Δ
Financial				
Charged energy volume	[TWh]	14.93	14.41	▲ 4%
PROFIT ALLOWED ACTIVITIES				
Total revenues	[RON mn]	333	317	▲ 5%
Average transmission tariff (achieved)	[RON/MWh]	20.48	17.96	▲ 14%
Transmission revenues and other activities on the energy market	[RON mn]	323	281	▲ 15%
EBITDA	[RON mn]	122	140	▼ 13%
Depreciation	[RON mn]	64	68	▼ 7%
EBIT	[RON mn]	58	72	▼ 20%
ZERO PROFIT ACTIVITIES				
EBIT	[RON mn]	38	22	▲ 71%
ALL ACTIVITIES (PROFIT ALLOWED AND ZERO PROFIT)				
EBIT	[RON mn]	96	94	▲ 2%
Net profit	[RON MN]	82	77	▲ 6%
Operational				
Net domestic consumption	[TWh]	15.4	14.9	▲ 4%
Net domestic generation	[TWh]	15.2	14.4	▲ 5%
Net import	[TWh]	0.3	0.5	▼ 45%

The report on the activities of npg Transelectrica SA in January-March 2021 and the non-audited stand-alone interim financial statements of 31 martie 2021 are available beginning with 14 May 2021

- Online, on the website www.transelectrica.ro, section Investor Relations Periodical Reporting / Reports, namely <https://www.transelectrica.ro/rapoarte-2021>;
- At Company offices: Str. Olteni 2-4, Bucharest 3;

Catalin Nitu
Executive Director General
Directorate Chairman

Andreea-Mihaela MIU
Directorate Member

