

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

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

Date of report: **29 April 2022**

Name of Issuer Company: **NPG Co. 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: 733,031,420 RON

LEI code: 254900OLXCOUQC90M036

Regulated market where the securities are transacted: Bucharest Stock Exchange

Important event to report: Summary of financial results obtained in 2021

Such reporting includes:

- Stand-alone financial statements as of and for the financial year ended on December 31st, 2021 elaborated in accordance with Order 2844/2016 of the Public Finance Minister, with later amendments and additions approving the accounting regulations compliant with the International Financial Reporting Standards;
- Independent auditor's report about the stand-alone financial statements as of and for the financial year ended on December 31st, 2021;
- 2021 Annual Report elaborated according to Law 24/2017 on the issuers of financial instruments and market operations and to Regulation 5/2018 issued by the Financial Supervision Authority;
- Consolidated financial statements as of and for the financial year ended on December 31st, 2021 elaborated in accordance with Order 2844/2016 of the Public Finance Minister, with later amendments and additions approving the accounting regulations compliant with the International Financial Reporting Standards;
- Independent auditor's report about the consolidated financial statements as of and for the financial year ended on December 31st, 2021;
- 2021 Annual Consolidated Report about the consolidated financial statements as of and for the financial year ended on December 31st, 2021;

In 2021 Transelectrica registered drastic drop of profitability in its activities compared to 2020, exclusively determined by the growth of the average electricity price procured on the DAM, which was four times higher than last year and led to about RON 276 mn higher expenses for one's technological consumption than the previous year.

The total operational revenues segment of Transelectrica registered 59% growth, mainly determined by higher electricity quantity delivered to consumers, by the increase of the average transmission tariff and by higher revenues on the balancing market.

The electricity consumption within SEN has constantly grown, with minimum 0.34% in December and maximum 21.65% in April; excepted were September and November 2021 when consumption decreased: 0.7% in September and 1.8% in November. In 2021 prices on the wholesale electricity market were fundamentally different from 2020 and from previous years. The difference was marked and obvious at the level of the entire European continent, not only in Romania.

Nevertheless, operational expenses were reduced to maximum, with the exception of amortisement expenses, while total investments amounting to RON 499 mn grew 38% compared to those made in 2020.

Segment of profit allowed activities: In the main area of basic activities (transmission and SEN dispatch) ▲9% revenue increase was registered, mainly determined by higher electricity quantities delivered to consumers, given the increase of ANRE-approved average transmission tariff as and the implementation of the new package of European regulations.

Segment of zero profit activities: In the main area of zero profit activities revenues and costs registered increase, being twice higher than those recorded in 2020. In accordance with ANRE regulations non-null monthly balances (revenue surpluses) resulting from such activities will be compensated by ex-post tariff (negative) correction, applied by ANRE to the tariff of the years following that when such balances were registered.

Indicators	M. U.	2021	2020	Δ
Financial				
Charged energy volume	[TWh]	56,35	53,85	▲ 5%
PROFIT ALLOWED ACTIVITIES				
Total revenues	[RON mn]	1.310	1.198	▲ 9%
Average transmission tariff (achieved)	[Lei/MWh]	20,44	20,06	▲ 2%
Transmission revenues and other activities revenues on the energy market	[RON mn]	1.252	1.156	▲ 8%
EBITDA	[RON mn]	259	340	▼ 24%
Amortisement	[RON mn]	274	268	▲ 2%
EBIT	[RON mn]	(16)	72	▼ n/a
ZERO PROFIT ACTIVITIES				
EBIT	[RON mn]	26	108	▼ 76%
ALL ACTIVITIES (PROFIT ALLOWED & ZERO PROFIT)				
EBIT	[RON mn]	11	180	▼ 94%
Net profit	[RON mn]	0,45	145	▼ n/a
Operational				
Net internal consumption	[TWh]	58,4	55,8	▲ 5%
Net internal production	[TWh]	56,2	53,0	▲ 6%
Net import	[TWh]	2,2	2,8	▼ 21%

The reports with respect to Company activities in January-December 2021 and the audited Stand-alone and Consolidated Financial Statements (inclusive of xHTML format) on 31 December 2021 are available beginning with 29 April 2022 as follows:

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

Gabriel ANDRONACHE
Executive Director General
Directorate Chairman

Florin-Cristian TATARU
Directorate Member