

To the: Bucharest Stock Exchange – Department of Operations Issuers Regulated Markets

Financial Supervision Authority - General Directorate Supervision - Issuers Division

Current report as per the provisions of Regulation 5/2018 of ASF and the BVB Code

Date of the report: **16 August 2018**

Name of Issuer Company: **CNTEE TRANSELECTRICA SA, Company Managed under Two-tier System**

Headquarters: Bucharest 1, Blvd. Magheru no. 33

Working location: Bucharest 3, Str. Olteni no. 2-4

Phone / fax numbers: 4021 3035 611 / 4021 3035 610

Single registration code: 13328043

Number in the Commercial Register: J40/8060/2000

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

LEI Code: 254900OLXCOUQC90M036

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

Important event to report: – Summary of financial results in semester I 2018

Such report includes:

- Report on the activities of CNTEE Transelectrica SA in semester 1 2018
- Simplified stand-alone intermediary financial statements non-audited on 30 June 2018

The segment of profit allowed operations: increase of billed quantity compared to S1 2017 has not attenuated the effect of the 10% drop in the average transmission fee, and EBITDA has got negative influence in the first 6 months of 2018 because electricity procurement prices on the wholesale market to cover losses in the transmission network have increased.

The zero profit operations: positive result of 33 mill Lei compared to the null result registered in the same period of last year, the 2018 positive development being determined by the 5% increase in the average tariff approved by ANRE for technological system services and by the 2% growth of the amount of delivered electricity.

| | M. U. | S1 2018 | S1 2017 | Δ |
|--|------------|---------|---------|------|
| Financial | | | | |
| PROFIT ALLOWED ACTIVITIES | | | | |
| Billed quantity | [TWh] | 27.96 | 27.40 | ▲2% |
| Total revenue | [mill lei] | 560 | 615 | ▼9% |
| Average transmission fee (achieved) | [mill lei] | 16.81 | 18.66 | ▼10% |
| Revenues from transmission and other activities on the energy market | [mill lei] | 505 | 554 | ▼9% |
| EBITDA | [mill lei] | 230 | 285 | ▼19% |
| Amortisement | [mill lei] | 151 | 156 | ▼3% |
| EBIT | [mill lei] | 79 | 129 | ▼39% |
| ZERO PROFIT ACTIVITIES | | | | |
| EBIT | [mill lei] | 33 | 0 | n/a |
| ALL ACTIVITIES (PROFIT ALLOWED AND ZERO PROFIT) | | | | |
| EBIT | [mill lei] | 112 | 129 | ▼13% |
| Net profit | [mill lei] | 98 | 98 | n/a |

Operational

| | | | | |
|-------------|-----|------|------|------|
| Consumption | TWh | 29.1 | 28.5 | ▲2% |
| Output | TWh | 30.7 | 30.5 | ▲1% |
| Export | TWh | 2.8 | 3.5 | ▼20% |

The report on CNTEE Transelectrica SA activities in Semester 1 2018 and the Simplified stand-alone intermediary financial statements non-audited on 30 June 2018 are available beginning with 16 August 2018.

• Online, on the website www.transelectrica.ro, section Investor Relations Periodical Reports / Reports, namely <https://www.transelectrica.ro/rapoarte-2018>;

• At Company location: str. Olteni no. 2-4, Bucharest 3

Adrian-Constantin RUSU
Executive Director General
Directorate Chairman

Andreea Georgiana FLOREA
Directorate Member