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PRESS RELEASE

Romgaz publishes the half year financial results

Operational and financial performances of Romgaz Group achieved in H1 2020 continued to be high, even if decreases were recorded as compared to the previous periods.

During the first 6 months of 2020, we estimate that national gas consumption recorded a slight increase as compared to the similar period of the previous year (approx. 1.7%), while Romgaz deliveries decreased by 16% following a high consumption of import gas. As a result, Romgaz *share* on the gas delivery market was 36.6%, by 7.8% lower than the share held in the previous period (44.4%).

Natural gas production was 2,245.7 million m³, by 454.3 million m³ lower than the production recorded during the similar period of the previous year (-16.8%) and by 415.1 million m³ lower than scheduled (-15.6%).

Romgaz electricity production of 295.23 GWh was by 123.57 GWh higher as compared to the similar period of 2019 (+71.9%). This production placed Romgaz at a market share of 1.07%^[2].

Total Income is by RON 679.1 million lower, recording a 23.3% decrease while total expenses recorded a decrease of 26.8%.

Net Profit is by RON 175.1 million lower than the profit recorded in the previous period for the reasons indicated above (-17.9%).

Margins of the main profitability indicators for H1 2020: net profit (36.51%), EBIT (41.96%) and EBITDA (54.32%), confirm a high profitability of Romgaz Group activity recording an increase as compared to H1 2019. However, as compared to Q2 of the previous year there is a decrease as Covid 19 pandemic affected the Q2 2020 results.

^[2] Source: CNTEE Transelectrica SA

The Half Year Report and the Reviewed Consolidated Condensed Interim Financial Statements for the six-month and three-month periods ended June 30, 2020 (not audited) are available:

- on Bucharest Stock Exchange website, www.bvb.ro – symbol SNG;
- on London Stock Exchange website, www.londonstockexchange.com - symbol SNGR;
- on the company's website, www.romgaz.ro, at Investor Relations – Interim Reports and
- printed, at the headquarters of the Company, located in Medias, 4 C.I. Motas Square, Sibiu County.

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About ROMGAZ

S.N.G.N. Romgaz S.A. is the largest natural gas producer and the main supplier in Romania. The company is listed on Bucharest Stock Exchange and GDRs are traded on London Stock Exchange. The majority shareholder is the Romanian State owning a 70% stake. The company has a vast experience in the field of gas exploration and production, with a history that began in 1909 and spans more than 100 years. Romgaz undertakes geological exploration with the aim of discovering new gas reserves, produces methane by exploiting the reservoirs included in the company's portfolio and stores natural gas in underground storages; it performs well interventions, workover and special operations, and ensures technological transportation professional services. In 2013, Romgaz extended its scope of work by taking over the Iernut thermoelectric power plant, and thus it also became an electric power supplier.