



**SOCIETATEA ENERGETICA ELECTRICA S.A.**

Consolidated Preliminary Unaudited Financial Results  
as at and for the year ended

**31 December 2020**

**SOCIETATEA ENERGETICA ELECTRICA S.A.**  
**CONSOLIDATED PRELIMINARY STATEMENT OF FINANCIAL POSITION**

AS AT 31 DECEMBER 2020

*(All amounts are in THOUSAND RON, if not otherwise stated)*

	<b>Preliminary 31 December 2020 (unaudited)</b>	<b>31 December 2019 (audited)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Intangible assets related to concession arrangements	5,455,185	5,188,155
Other intangible assets	7,213	13,410
Property, plant and equipment	508,130	544,098
Restricted cash	-	320,000
Deferred tax assets	19,666	19,887
Other non-current assets	1,173	1,845
Right of use assets	27,091	35,034
<b>Total non-current assets</b>	<b>6,018,458</b>	<b>6,122,429</b>
<b>Current assets</b>		
Trade receivables	1,029,775	889,979
Other receivables	32,460	28,503
Cash and cash equivalents	570,929	607,506
Deposits with maturity date more than three months	-	66,471
Restricted cash	320,000	-
Inventories	70,066	74,370
Prepayments	2,817	2,699
Current income tax receivable	1,837	8,288
Assets held for sale	15,476	17,027
<b>Total current assets</b>	<b>2,043,360</b>	<b>1,694,843</b>
<b>Total assets</b>	<b>8,061,818</b>	<b>7,817,272</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	3,464,436	3,464,436
Share premium	103,049	103,049
Treasury shares reserve	(75,372)	(75,372)
Pre-paid capital contributions in kind from shareholders	7	7
Revaluation reserve	116,372	87,665
Legal reserves	392,276	371,833
Retained earnings	1,759,506	1,637,909
<b>Total equity attributable to the owners of the Company</b>	<b>5,760,274</b>	<b>5,589,527</b>
<b>Total equity</b>	<b>5,760,274</b>	<b>5,589,527</b>

*(continued on page 2)*

**SOCIETATEA ENERGETICA ELECTRICA S.A.**  
**CONSOLIDATED PRELIMINARY STATEMENT OF FINANCIAL POSITION**

AS AT 31 DECEMBER 2020

*(All amounts are in THOUSAND RON, if not otherwise stated)*

	<b>Preliminary 31 December 2020 (unaudited)</b>	<b>31 December 2019 (audited)</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Lease liability – long term	16,875	9,607
Deferred tax liabilities	177,787	168,138
Employee benefits	143,876	126,424
Other payables	33,873	36,775
Long-term bank borrowings	400,296	432,786
<b>Total non-current liabilities</b>	<b>772,707</b>	<b>773,730</b>
<b>Current liabilities</b>		
Financing for network construction related to concession agreements	-	1,008
Lease liability – short term	10,747	26,900
Bank overdrafts	164,966	350,624
Trade payables	607,195	730,455
Other payables	240,946	218,285
Deferred revenue	5,629	6,918
Employee benefits	92,292	87,857
Provisions	19,238	19,558
Current income tax liability	9,211	4,898
Current portion of long-term bank borrowings	378,613	7,512
<b>Total current liabilities</b>	<b>1,528,837</b>	<b>1,454,015</b>
<b>Total liabilities</b>	<b>2,301,544</b>	<b>2,227,745</b>
<b>Total equity and liabilities</b>	<b>8,061,818</b>	<b>7,817,272</b>

**Chief Executive Officer**  
Georgeta Corina Popescu

**Chief Financial Officer**  
Mihai Darie

February 26<sup>th</sup>, 2021

**SOCIETATEA ENERGETICA ELECTRICA S.A.**  
**CONSOLIDATED PRELIMINARY STATEMENT OF PROFIT OR LOSS**  
 FOR THE YEAR ENDED 31 DECEMBER 2020  
*(All amounts are in THOUSAND RON, except per share data)*

	<b>Preliminary 2020 (unaudited)</b>	<b>2019 (audited)</b>
Revenues	6,501,100	6,279,834
Other income	165,422	160,031
Electricity and natural gas purchased	(3,905,705)	(3,859,617)
Construction costs related to concession agreements	(675,967)	(759,205)
Employee benefits	(774,501)	(620,192)
Repairs, maintenance and materials	(104,577)	(100,379)
Depreciation and amortization	(490,918)	(480,273)
Reversal of impairment/(Impairment) for trade and other receivables, net	62,167	(4,940)
Gain from bargain purchase of subsidiaries	7,477	-
Other operating expenses	(325,104)	(381,037)
<b>Operating profit</b>	<b>459,394</b>	<b>234,222</b>
Finance income	9,651	14,118
Finance costs	(26,736)	(22,297)
<b>Net finance cost</b>	<b>(17,085)</b>	<b>(8,179)</b>
<b>Profit before tax</b>	<b>442,309</b>	<b>226,043</b>
Income tax expense	(54,766)	(19,366)
<b>Profit for the year</b>	<b>387,543</b>	<b>206,677</b>
<b>Profit for the year attributable to:</b>		
- owners of the Company	387,543	206,677
<b>Profit for the year</b>	<b>387,543</b>	<b>206,677</b>
<b>Earnings per share</b>		
Basic and diluted earnings per share (RON)	<b>1.14</b>	<b>0.61</b>

**Chief Executive Officer**  
 Georgeta Corina Popescu

**Chief Financial Officer**  
 Mihai Darie

February 26<sup>th</sup>, 2021

### **1 Basis of accounting**

These preliminary unaudited consolidated financial results are the consolidated financial results of Societatea Energetica Electrica S.A. ("Company" or "Electrica") and they include only the Consolidated statement of financial position and the Consolidated statement of profit or loss.

These annual consolidated financial results have been prepared in accordance with International Reporting Standards ("IFRS") as adopted by the European Union ("IFRS-EU").

The Company also issues an original version of the consolidated financial results prepared in accordance with IFRS-EU in Romanian language, that will be used for submitting to the Bucharest Stock Exchange, which is the original binding version.

The financial results are prepared and issued prior to the finalization of all usual internal procedures for the preparation of the annual financial reporting, as well as before concluding of the independent auditor report on the annual financial statements and as a result, differences between the preliminary consolidated financial results and the consolidated audited financial statements might occur.

These financial results are not audited or reviewed by an independent auditor and they are not a full set of financial statements in accordance with IFRS-UE.

The preliminary unaudited consolidated financial results were authorized for issuance and signed by the management on February 26<sup>th</sup>, 2021.

**Chief Executive Officer**  
Georgeta Corina Popescu

**Chief Financial Officer**  
Mihai Darie

February 26<sup>th</sup>, 2021