

**Compañía de Transporte de Energía  
Eléctrica en Alta Tensión Transener S.A.**

**Unaudited Condensed Interim Consolidated Financial Statements as of September 30,  
2013 and for the three-month and nine-month periods ended September 30, 2013 and  
2012**



## Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A.

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## Report of Independent Auditors

To the shareholders, President and Directors of  
Compañía de Transporte de Energía Eléctrica en  
Alta Tensión Transener S.A.  
City of Buenos Aires

1. We have reviewed the accompanying condensed interim consolidated financial statements of Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A. ("Transener S.A.") and its subsidiary, including the condensed interim consolidated balance sheet at September 30, 2013, the condensed interim consolidated statements of comprehensive income for the three- and nine month period ended September 30, 2013, and the condensed interim consolidated statement of changes in equity and of cash flows for the nine- month period then ended, and a summary of significant accounting policies and selected explanatory Notes. Balances and other information for the year 2012 are an integral part of the unaudited financial statements mentioned above and therefore must be considered in relation to these financial statements.
2. The Company's Board of Directors is responsible for the preparation and presentation of these financial statements in accordance with International Financial Reporting Standards ("IFRS"), adopted by the Argentine Federation of Professional Councils in Economic Sciences ("FACPCE") as professional accounting standards and added by the National Securities Commission ("CNV") to its regulations, as approved by the International Accounting Standard Board ("IASB"). Therefore, they are responsible for the preparation and presentation of the condensed interim consolidated financial statements mentioned in paragraph 1., in accordance with International Accounting Standard No. 34 "Interim Financial Reporting" ("IAS 34"). Our responsibility is to express a conclusion based on the review that we have performed with the scope detailed in paragraph 3.
3. We conducted our review was limited to the application of the procedures established by Technical Resolution No. 7 of the FACPCE for limited reviews of financial statements for interim periods, which consist mainly of the application of analytical procedures on the amounts disclosed in the condensed interim consolidated financial statements and of inquiries of Company staff responsible for the preparation of the information included in the condensed interim consolidated financial statements and its subsequent analysis. These reviews are substantially less in scope than an audit, the objective of which is to express an opinion on the financial statements under examination. Accordingly, we do not express an opinion on the Company's consolidated financial position, consolidated statement of comprehensive income and consolidated cash flows.
4. As stated in Note 4.3. to the condensed interim consolidated financial statements, the Company has prepared its projections to determine the recoverable value of its non-current assets within the framework of Law 24,065, assuming that tariff increases will be obtained and higher costs will be recognized under the terms of the Agreements mentioned in paragraph 5. Future actual results and cash flows might differ from the estimates and assessments made by Management at the date of these consolidated financial statements. In this regard, we are not in a position to anticipate whether the



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premises used by Management in preparing the projections will materialize in the future and, therefore, if the recoverable values of non-current assets and tax loss carry-forward recorded will exceed their respective net carrying amounts.

5. In Note 2. to the condensed interim consolidated financial statements, the Company Management reports that if CAMMESA continues to be in arrears in the payment of the monthly remuneration for the electric power transportation service and the Fourth Line fee (the latter for Transener S.A. only) as it has occurred since the last quarter of 2012, the economic and financial situation of Transener S.A. and Empresa de Transporte de Energía Eléctrica por Distribución Troncal de la Provincia de Buenos Aires Sociedad Anónima Transba S.A. ("Transba S.A.") will continue to worsen. It is further reported that, although the execution of the Renewal Contract is presented as a significant milestone that will consolidate the economic and financial equation of the Companies in the future, it is still difficult to anticipate the development of the matters mentioned in Note 2. regarding the renegotiation of the Concession Contracts and the Comprehensive Rate Review process, as well as its possible impact on the business activities and cash flows of Transener S.A. and its subsidiary Transba S.A. In the nine-month period ended September 30, 2013, the Company recorded a net loss of \$ 28,023 thousand and operating losses for \$ 66,708 thousand. The Company has prepared these condensed interim consolidated financial statements using accounting principles applicable to a going concern. Therefore, these condensed interim consolidated financial statements do not include the effects of possible adjustments and reclassifications, if any, that might be required if the situations described above are not remedied in favor of the Company's continuing to operate as a going concern and the Company were obliged to sell its assets and settle its liabilities, including contingent liabilities, in conditions other than in the normal course of its business.
6. Based on our review, except for the effects that possible adjustments and/or reclassifications, if any, might have on the condensed interim consolidated financial statements, if any, that might be required from the resolution of the situations described in paragraph 4. y 5., there are no issues that have called our attention to consider that the condensed interim consolidated financial statements mentioned in paragraph 1., have not been prepared in all material respects, in accordance with IAS 34.

PRICE WATERHOUSE & CO. S.R.L

by  (Partner)  
Norberto Montero

Autonomous City of Buenos Aires, Argentina  
November 5, 2013

**Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A.**  
**Unaudited Condensed Interim Consolidated Statements of Comprehensive Income**  
**for the three-month and nine-month periods ended September 30, 2013 and 2012**  
**(In Argentine Pesos, except as otherwise indicated)**

Consolidated income / (loss) statement	Note	Three-month period ended		Nine-month period ended	
		30.09.2013	30.09.2012	30.09.2013	30.09.2012
<b>Continuing operations</b>					
Net Revenues	7	225,286,508	138,259,983	548,608,772	385,570,750
Operating expenses	8	(184,113,616)	(139,581,909)	(498,931,236)	(387,035,920)
<b>Gross income / (loss)</b>		<u>41,172,892</u>	<u>(1,321,926)</u>	<u>49,677,536</u>	<u>(1,465,170)</u>
Administrative expenses	8	(44,879,761)	(32,159,200)	(118,347,889)	(89,103,386)
Other gains net		(307)	(701,618)	1,961,916	1,009,857
<b>Operating results</b>		<u>(3,707,176)</u>	<u>(34,182,744)</u>	<u>(66,708,437)</u>	<u>(89,558,699)</u>
Finance income	9	121,442,586	42,405,245	235,607,934	116,059,488
Finance costs	9	(31,264,131)	(24,697,308)	(89,876,823)	(76,400,349)
Other financial results	9	(59,995,054)	(23,809,152)	(113,588,196)	(38,423,847)
<b>Income / (loss) before taxes</b>		<u>26,476,225</u>	<u>(40,283,959)</u>	<u>(34,565,522)</u>	<u>(88,323,407)</u>
Income tax expense	10	(9,259,555)	14,107,904	12,119,308	30,936,288
<b>Income / (loss) for the period from continuing operations</b>		<u>17,216,670</u>	<u>(26,176,055)</u>	<u>(22,446,214)</u>	<u>(57,387,119)</u>
<b>Discontinued operations</b>					
Loss for the period		(3,638,601)	(1,907,414)	(8,579,216)	(4,709,547)
Income tax expense	10	1,273,511	667,595	3,002,726	1,648,341
<b>Loss for the period from discontinued operations</b>	19	<u>(2,365,090)</u>	<u>(1,239,819)</u>	<u>(5,576,490)</u>	<u>(3,061,206)</u>
<b>Income / (loss) for the period</b>		<u>14,851,580</u>	<u>(27,415,874)</u>	<u>(28,022,704)</u>	<u>(60,448,325)</u>
<b>Income / (loss) attributable to :</b>					
Owners of the parent		14,043,145	(26,935,088)	(30,441,255)	(59,396,711)
Non-controlling interests		808,435	(480,786)	2,418,551	(1,051,614)
		<u>14,851,580</u>	<u>(27,415,874)</u>	<u>(28,022,704)</u>	<u>(60,448,325)</u>
<b>Income / (loss) attributable to the equity holders of the Company:</b>					
Continuing operations		16,408,235	(25,695,269)	(24,864,765)	(56,335,505)
Discontinued operations		(2,365,090)	(1,239,819)	(5,576,490)	(3,061,206)
<b>Total for the period</b>		<u>14,043,145</u>	<u>(26,935,088)</u>	<u>(30,441,255)</u>	<u>(59,396,711)</u>
<b>Other consolidated comprehensive income / (loss)</b>					
Income / (loss) for the period		14,851,580	(27,415,874)	(28,022,704)	(60,448,325)
Other comprehensive income		0	0	0	0
<b>Total comprehensive income / (loss) for the period</b>		<u>14,851,580</u>	<u>(27,415,874)</u>	<u>(28,022,704)</u>	<u>(60,448,325)</u>
<b>Attributable to :</b>					
Owners of the parent		14,043,145	(26,935,088)	(30,441,255)	(59,396,711)
Non-controlling interests		808,435	(480,786)	2,418,551	(1,051,614)
		<u>14,851,580</u>	<u>(27,415,874)</u>	<u>(28,022,704)</u>	<u>(60,448,325)</u>

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements.

**Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A.**  
**Unaudited Condensed Interim Consolidated Statements of Comprehensive Income**  
**for the three-month and nine-month periods ended September 30, 2013 and 2012 (Continued)**  
(In Argentine Pesos, except as otherwise indicated)

		Three-month period ended		Nine-month period ended	
	Note	<u>30.09.2013</u>	<u>30.09.2012</u>	<u>30.09.2013</u>	<u>30.09.2012</u>
<b>Total comprehensive income / (loss) attributable to the equity holders of the Company:</b>					
Continuing operations		16,408,235	(25,695,269)	(24,864,765)	(56,335,505)
Discontinued operations		<u>(2,365,090)</u>	<u>(1,239,819)</u>	<u>(5,576,490)</u>	<u>(3,061,206)</u>
<b>Total for the period</b>		<u><u>14,043,145</u></u>	<u><u>(26,935,088)</u></u>	<u><u>(30,441,255)</u></u>	<u><u>(59,396,711)</u></u>
<b>Income / (loss) per share attributable to the equity holders of the Company:</b>					
	20				
Continuing operations		0.04	(0.06)	(0.06)	(0.13)
Discontinued operations		<u>(0.01)</u>	<u>(0.00)</u>	<u>(0.01)</u>	<u>(0.01)</u>
<b>Total for the period</b>		<u><u>0.03</u></u>	<u><u>(0.06)</u></u>	<u><u>(0.07)</u></u>	<u><u>(0.13)</u></u>

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements.

**Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A.**  
**Unaudited Condensed Interim Consolidated Balance Sheets as of September 30, 2013 and December 31, 2012**  
(In Argentine Pesos, except as otherwise indicated)

	Note	<u>30.09.2013</u>	<u>31.12.2012</u>
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	11	1,198,880,443	1,178,664,221
Other receivables	12	57,318,984	79,063,821
<b>Total Non-current assets</b>		<u>1,256,199,427</u>	<u>1,257,728,042</u>
<b>Current Assets</b>			
Trade accounts receivables	13	329,647,167	205,463,103
Other receivables	12	77,783,229	57,775,993
Financial assets at amortized cost		0	1,960,344
Cash and cash equivalents	14	88,184,875	130,130,229
<b>Total Current assets</b>		<u>495,615,271</u>	<u>395,329,669</u>
<b>Total Assets</b>		<u>1,751,814,698</u>	<u>1,653,057,711</u>
<b>Equity and liabilities</b>			
<b>Capital and reserves attributable to owners of the parent</b>			
		457,223,580	487,664,835
<b>Equity attributable to owners of the parent</b>		<u>457,223,580</u>	<u>487,664,835</u>
Non-controlling interests		27,710,350	25,291,799
<b>Total equity</b>		<u>484,933,930</u>	<u>512,956,634</u>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Debt and other indebtedness	15	798,239,913	676,495,986
Deferred tax payable	10	52,075,145	76,931,788
Employee benefits payable	16	99,690,369	86,982,633
Trade accounts payable	17	4,451,745	4,749,953
<b>Total Non-current liabilities</b>		<u>954,457,172</u>	<u>845,160,360</u>
<b>Current liabilities</b>			
Provisions		33,635,551	27,564,722
Other liabilities		2,380,245	2,254,203
Debt and other indebtedness	15	93,442,636	84,436,586
Taxes payable		34,083,267	14,870,560
Payroll and social securities taxes payable		75,317,241	85,482,070
Trade accounts payable	17	73,564,656	80,332,576
<b>Total Current liabilities</b>		<u>312,423,596</u>	<u>294,940,717</u>
<b>Total Liabilities</b>		<u>1,266,880,768</u>	<u>1,140,101,077</u>
<b>Total Equity and liabilities</b>		<u>1,751,814,698</u>	<u>1,653,057,711</u>

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements.



**Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A.**

**Unaudited Condensed Interim Consolidated Statements of Changes in Equity for the nine-month periods ended September 30, 2013 and 2012**  
(In Argentine Pesos, except as otherwise indicated)

	Attributable to owners of the parent							Total equity	
	Common Stock	Inflation adjustment on common stock	Share premium	Legal reserve	Voluntary reserve	Retained earnings	Subtotal		Non-controlling interests
Balance as of December 31, 2011	444,673,795	352,996,229	31,978,847	42,628,456	210,206,496	(491,096,884)	591,386,939	27,381,257	618,768,196
Comprehensive loss for the nine-month period	0	0	0	0	0	(59,396,711)	(59,396,711)	(1,051,614)	(60,448,325)
<b>Balance as of September 30, 2012</b>	<b>444,673,795</b>	<b>352,996,229</b>	<b>31,978,847</b>	<b>42,628,456</b>	<b>210,206,496</b>	<b>(550,493,595)</b>	<b>531,990,228</b>	<b>26,329,643</b>	<b>558,319,871</b>
Loss for the three-month complementary period	0	0	0	0	0	(44,070,450)	(44,070,450)	(1,002,219)	(45,072,669)
Other comprehensive loss for the three-month complementary period	0	0	0	0	0	(254,943)	(254,943)	(35,625)	(290,568)
<b>Balance as of December 31, 2012</b>	<b>444,673,795</b>	<b>352,996,229</b>	<b>31,978,847</b>	<b>42,628,456</b>	<b>210,206,496</b>	<b>(594,818,988)</b>	<b>487,664,835</b>	<b>25,291,799</b>	<b>512,956,634</b>
Reversal of Voluntary Reserve	0	0	0	0	(210,206,496)	210,206,496	0	0	0
Comprehensive loss for the nine-month period	0	0	0	0	0	(30,441,255)	(30,441,255)	2,418,551	(28,022,704)
<b>Balance as of September 30, 2013</b>	<b>444,673,795</b>	<b>352,996,229</b>	<b>31,978,847</b>	<b>42,628,456</b>	<b>0</b>	<b>(415,053,747)</b>	<b>457,223,580</b>	<b>27,710,350</b>	<b>484,933,930</b>

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements.





**Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A.**  
**Unaudited Condensed Interim Consolidated Statements of Cash Flows for the nine-month periods ended**  
**September 30, 2013 and 2012**  
(In Argentine Pesos, except as otherwise indicated)

	Note	Nine-month period ended	
		<u>30.09.2013</u>	<u>30.09.2012</u>
<b>Cash flows from operating activities:</b>			
<b>Loss for the period</b>		(28,022,704)	(60,448,325)
Adjustments:			
Depreciation of property, plant and equipment	11	62,702,646	57,601,125
Instrumental Agreement	2	(298,347,121)	(69,458,900)
Loss from discontinued operations	19	8,579,216	4,709,547
Provisions	8	7,331,074	907,388
Employee benefits plan	16	24,108,637	17,584,751
Income tax expense accrued during the period	10	(15,122,034)	(32,584,629)
Foreign exchange and other financial results		195,076,074	113,361,606
Other results generated by assets		(8,605,095)	(5,183,005)
Retirements of property, plant and equipment	11	6,653,956	10,121,455
<b>Changes in certain assets and liabilities, net of non-cash:</b>			
(Increase) Decrease in trade receivables		(136,836,961)	(41,552,808)
(Increase) Decrease in other receivables		1,737,601	41,595,498
Increase (Decrease) in trade accounts payable		(7,066,128)	6,544,025
Increase (Decrease) in payroll and social securities taxes payable		(10,164,829)	(5,934,913)
Increase (Decrease) in taxes payable		9,478,098	(5,442,508)
Increase (Decrease) in provisions		(1,260,245)	1,525,549
Increase (Decrease) of employee benefits payable	16	(11,400,901)	(5,914,526)
<b>Net cash used in / generated by operating activities</b>		<u>(201,158,716)</u>	<u>27,431,330</u>

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements.



**Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A.**  
**Unaudited Condensed Interim Consolidated Statements of Cash Flows for the nine-month periods ended**  
**September 30, 2013 and 2012 (continued)**  
(In Argentine Pesos, except as otherwise indicated)

	Note	Nine-month period ended	
		<u>30.09.2013</u>	<u>30.09.2012</u>
<b>Cash flows from investing activities:</b>			
Purchases of the acquisition of property, plant and equipment	11	(89,572,824)	(50,612,584)
Acquisition of financial assets at amortized cost		0	(35,696,836)
Decrease in financial assets at amortized cost		1,986,223	0
<b>Cash used in investing activities</b>		<u>(87,586,601)</u>	<u>(86,309,420)</u>
<b>Cash flows from financing activities:</b>			
Funds from CAMMESA Financing	2	311,000,018	80,999,995
Payments and repurchase of bonds and other indebtedness - Interests		(64,200,055)	(57,975,918)
<b>Net cash generated by financing activities</b>		<u>246,799,963</u>	<u>23,024,077</u>
Decrease in cash and cash equivalents		(41,945,354)	(35,854,013)
Cash and cash equivalents at the beginning of the period	14	<u>130,130,229</u>	<u>134,193,022</u>
<b>Cash and cash equivalents at period end</b>	14	<u><u>88,184,875</u></u>	<u><u>98,339,009</u></u>
<b>Significant non-cash transactions</b>			
Decrease in accounts receivable	2	311,000,018	80,999,995
Decrease in other liabilities	2	<u>(311,000,018)</u>	<u>(80,999,995)</u>
		<u>0</u>	<u>0</u>

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements.

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**Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A.**  
**Notes to the Unaudited Condensed Interim Consolidated Financial Statements**  
(In Argentine Pesos, except as otherwise indicated)

**1. Organization and description of business**

The concessionaire company Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A. was constituted on May 31, 1993, as a result of the laws No. 23,696 and 24,065 and the Decree No. 2,743/92 which stated the privatization of the high-voltage electricity transmission system in Argentina, which up to that date were provided by Agua y Energía Eléctrica Sociedad del Estado (AyEE), Hidroeléctrica Norpatagónica S.A. (Hidronor) and Servicios Eléctricos del Gran Buenos Aires S.A. (SEGBA) and resolved the creation of a company that would receive the concession to operate the service. The Ministry of Economy and Public Works and Services called for international bidding for the sale of the majority shares of the aforementioned company.

The privatization was finalized through the subscribed contract of transfer by the National Government, acting on behalf of the mentioned companies in the preceding paragraph, and Compañía Inversora en Transmisión Eléctrica Citelec S.A. (in later "Citelec S.A."), which has control on Transener S.A. The assets affected to the privatized service were received simultaneously.

Finally, on 17 July 1993 the takeover of Transener by the Consortium took place, starting on the mentioned date its operations.

On 30 July 1997, the province of Buenos Aires privatized Empresa de Transporte de Energía Eléctrica por Distribución Troncal de la Provincia de Buenos Aires Sociedad Anónima Transba S.A. (in later "Transba S.A."), which was created by the province of Buenos Aires, in March 1996, and subsequently acquired by Transener S.A., in order to own and operate the network of Transba S.A. The date of these financial statements Transener S.A. holds 90% of the shares of capital of Transba S.A., because the remaining 10% was transferred to a program of property owned for the personal benefit of Transba S.A. employees in exchange for a right to future dividends of Transba S.A. on such shares.

On 16 August 2002, Transener S.A. created Transener international Ltda. Located in the city of Brasilia, Brazil Republic, subscribing 99% of its shares. The main activity of the company is the provision of electric energy transmission services, operation, maintenance, consulting services and others related to the electric energy transmission, in the Federal Republic of Brazil and in other countries. On March 25, 2012, the Board of Directors approved to discontinue the Transener international Ltda's operation and maintenance contracts.

These consolidated financial statements (in hereinafter referred to interchangeably as "financial statements" or "consolidated financial statements"), have been approved for issuance by the Board of Directors on November 5, 2013.

**2. Tariff Review and economic and financial situation**

The Emergency Law No. 25,561, which fixed the prices and tariffs of the public services companies' contracts in Pesos at the exchange rate of Peso 1 for each US\$1, has imposed the obligation to renegotiate the concession agreements with the National Government to those companies that provide public services, such as Transener and Transba, while continuing to render the service. This situation has significantly affected the economic and financial situation of the Company and its subsidiary Transba.

In May 2005, Transener and Transba entered into the Definitive Agreements with the representatives of the Unit for the Renegotiation and Analysis of Public Utility Contracts ("UNIREN"), which contain the terms and conditions for the renegotiation of the Concession Contracts.

According to the guidelines stated in the mentioned Definitive Agreements, the following was foreseen: i) to carry out a Full Tariff Review ("FTR") before the ENRE and to determine a new tariff regime for Transener and Transba, which should have come into force during the months of February 2006 and May 2006, respectively; and ii) the recognition of the major operating costs incurred in the interim period up to the moment in which the tariff regime comes into force as a consequence of the above-mentioned FTR.

Since 2006 Transener and Transba have communicated to the ENRE the need to regularize the fulfillment of the commitments settled in the Definitive Agreement, describing the breaches of commitments established in that Agreement on behalf of said regulatory authority, the serious situation arising from such breaches, and its availability to continue with the FTR process, as long as the remaining commitments assumed by the parties continue in force, and the new tariff regime arising from the FTR process is resolved.

**Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A.**  
**Notes to the Unaudited Condensed Interim Consolidated Financial Statements**  
(In Argentine Pesos, except as otherwise indicated)

Transener and Transba submitted their respective tariff proposals, based on the term stated in the Definitive Agreements, and also in accordance with Article 45 and others of the Law No. 24,065, for the purpose of dealing with the matter, calling for a Public Hearing and defining a new tariff regime, under the expectation of the FTR celebration.

In order to regularize the tariff situation, Transener and Transba entered into the Instrumental Agreements (the "Instrumental Agreements") related to the Definitive Agreements with the SE and the ENRE, setting forth as follows:

- (i) the recognition of Transener and Transba's credits resulting from the variations of costs occurred during the period June 2005 – November 2010, which have been calculated according to the costs variation index (CVI) foreseen in the Definitive Agreement,
- (ii) the mandatory cancellation of the financing received from CAMMESA, through the cession of credits resulting from the recognition of the above-mentioned variations of costs,
- (iii) a mechanism of cancellation of the pending balances, during 2011
- (iv) the recognition of an additional amount to receive from CAMMESA for capital expenditures in the system, for an amount of \$ 34.0 million for Transener and \$ 18.4 million for Transba,
- (v) a procedure for the updating and payment of the cost variations, arising from the sequence of the semesters as from December 1, 2010 up to December 31, 2011.

CAMMESA made an estimation of the amounts owed to Transener and Transba due to variations of costs occurred during the period June 2005 – November 2010 up to January 17, 2011. The mentioned amounts were \$ 294.1 million and \$ 119.1 million, respectively.

According to what was stated in the Instrumental Agreements, on May 2, 2011 new extensions of the Financing Agreements (Addendas II) were entered into with CAMMESA, which provide the following: i) the cancellation of the amounts received as of January 17, 2011 by Transener and Transba by virtue of the loans granted by the CAMMESA Financing on May 12, 2009, ii) issue of a new loan for Transener and Transba for the amount of \$ 289.7 million and \$ 134.1 million respectively, corresponding to the credits recognized by the SE and the ENRE resulting from the variations of costs occurred during the period June 2005 – November 2010, and iii) all the amounts owed to the Company by mayor costs as of November 2010, 30 under the Instrumental Agreements in order to cancel the amounts to be received by the application of the new extensions of the Addendas II.

It must be pointed out that the funds that comprise the new loans under the Addendas II would be destined to the operation and maintenance and to the 2011 capital expenditure plans; and would be disbursed through partial payments in advance according to the availability of funds on behalf of CAMMESA, according to the instructions of the SE.

However, such commitments are not being met in full since as of December 31, 2011, expiration date of the Instrumental Agreement, the amounts received from CAMMESA did not reach 21% of the amounts foreseen in the Addendas II, and the Company did not receive any amount for the remuneration adjustment that should have been applied from December 1, 2010.

CAMMESA continued to pay the remuneration to Transener and Transba, for the electric power transmission public service applying the same values as established in ENRE's Resolutions N° 328/08 and 327/08, and not considering the values informed by the ENRE to the SE through Note N° 99,868 on June 21, 2011, N° 102,539 on January 19, 2012 and N° 102,731 on January 6, 2012, according to what was stated in the first clause, inc B) of the Instrumental Agreement.

In order to regularize the adjustment of the remuneration as from December 1, 2010, on May 13, 2013 and on May 20, 2013, Transener and Transba, respectively, entered into a Renewal Agreement of the Instrumental Agreement (Renewal Agreement), with the Secretariat of Energy (SE) and the ENRE (National Electricity Regulatory Commission) effective until December 31, 2015, in which the following was stated:

- i) the recognition of a credit for Transener and Transba due to variations of costs for the period December 2010-December 2012, which has been calculated according to the cost variation index (CVI) established in the Definitive Agreement,

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- ii) a mechanism for the payment of credit balances pending under Addenda II, together with the amounts mentioned in i) above, during 2013,
- iii) a procedure for the automatic adjustment and payment of the variations of costs arising during the six-month periods starting as from January 1, 2013, and ending December 31, 2015.
- iv) the celebration of a new Addenda with CAMMESA in order to include the amount of credits to be generated and the corresponding interest up to the effective cancellation.

A Cash Flow and an Investment Plan were established under the Renewal Agreement, to be executed by the Companies in 2013 and 2014, taking into account the disbursements received under the Addendas to be entered into. The Cash Flow and Investment Plan in all cases will be adjusted in accordance with the income received by the Companies in each period.

The Investment Plan laid down under the Renewal Agreement establishes investments of approximately \$ 286 million and \$ 207 million for Transener and of \$ 113 million and \$ 100 million for Transba, for the years 2013 and 2014.

Finally, the Renewal Agreements state that in case they are not renewed at expiration, as from January 1, 2016, CAMMESA should consider as remuneration for the services rendered by the Companies, the values established by ENRE Resolutions 327/08 and 328/08 by application of section 4.2 of the clause Four of the Definitive Agreements, which have been determined by the ENRE in the Instrumental Agreements and in the Renewal Agreements.

In order to execute the Third Extension of the CAMMESA Financing the Companies abandoned the legal actions seeking the enforcement of the commitments under the Definitive Agreements and the Instrumental Agreements. In case of breach of the commitments under the Definitive Agreements, the Instrumental Agreements and the Renewal Agreements, the Companies may resume and/or bring in again legal actions seeking the enforcement of the Definitive Agreements, the Instrumental Agreements and the Renewal Agreements.

The results arising from the recognition of the variation of costs by the SE and the ENRE have been recorded in these condensed interim consolidated financial statements up to the amounts received under Addenda II and as Advancement of the Addenda signed between Transba and CAMMESA on October 25, 2013. Consequently, Transener has recognized revenues for \$ 94.7 million and \$ 20.3 million plus interest for \$ 76.4 million and \$ 21.6 million, for the nine-month period ended September 30, 2013 and 2012, respectively. Accordingly, Transba has recognized revenues for \$ 77.5 million and \$ 12.4 million plus interest for \$ 49.9 million and \$ 15.1 million, for the same periods, respectively. The liability for the whole disbursements has been settled through the assignment of credits recognized as higher costs, according to the Instrumental Agreement and the Renewal Agreement.

The Company considers that the economic and financial situation of both Companies will continue to worsen if CAMMESA continues to be in arrears in the payment of the monthly remuneration for the electric power transportation service and the Fourth Line fee, as it has occurred since the last quarter of 2012.

Although it is difficult to anticipate the development of the matters mentioned in this note, and also their possible impact on the Company's businesses and cash flow, the execution of the Renewal Agreement is presented as a significant milestone that will consolidate the economic-financial equation of the Company in the future.

The Company has prepared these condensed interim consolidated financial statements using accounting principles applicable to a going concern. Therefore, these condensed interim consolidated financial statements do not include the effects of potential adjustments and reclassifications, if any, that could be required if the above situations were not resolved in favor of the continuity of the Company's operations and it would be obliged to realize its assets and settle its liabilities, including contingent ones, under conditions other than the ordinary course of its business.

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**3. Purpose of financial statements**

The accompanying consolidated financial statements have been prepared solely to comply with Luxembourg's Listing requirements and with the provisions set forth in section 22.2 of the Second Supplemental Indenture dated August 2, 2011, entered into by and among Transener, Deutsche Bank Trust Company Americas, among others.

**4. Basis of preparation**

These condensed interim consolidated financial statements are presented in accordance with IAS 34 "Interim Financial Reporting" issued by the IASB adopted by the CNV through Resolution No. 562/09 and its extensions.

These financial statements should be read in conjunction with the financial statements of the Company as of December 31, 2012, prepared on the basis of IFRS and issued on March 5, 2013.

**5. Accounting policies**

Except as disclosed in Note 5.1, the accounting policies applied by the Company are consistent with those applied in the previous year.

**5.1. IFRS 12 and IAS 13 and 32**

Effective for periods beginning on or after January 1, 2013, the IASB issued the following standards: IFRS 12 relating to disclosure of interests in other entities, IFRS 13 which determines a single structure for the fair value measurement and IAS 32 that alters the application guidance in matters relating to the compensation of financial assets and liabilities.

In the current period, the application of these standards had no material impact on results of operations or financial position of the Company, but only brings new revelations.

**5.2. Risk policy and accounting estimates**

In preparing these financial statements the Company has applied consistently with the previous year risk policies and accounting estimates. In relation to the risk analysis, to September 30, 2013 there are no significant changes from the previous year.

**5.3. Impairment of non-financial assets**

For the purposes of preparation of these financial statements the Company has applied consistently with previous year the policy for impairment of non-financial assets over time.

Regarding this, the direction has defined certain assumptions for estimating the future cash flows used to assess the recoverability of their assets. These premises include various scenarios involving projections about expected future tariff increases, inflation, exchange rate, operation and maintenance expenses, investments and discount rate.

The cash flows are generally projected for a period covering the useful life remaining long term assets or the term of the concession, the minor.

The flow of funds were estimated taking into consideration the patterns of tariff update which have been filed with the ENRE and according to the parameters established by law N° 24,065 which regulates pricing renegotiation which is in process. As a result, the flow of funds and the future actual results may differ from estimates and evaluations carried out at the time of preparation of the present financial statements.

The Company has not recognized losses by devaluation for none of the presented closures.

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**6. Segment reporting**

The Company concentrates its businesses mainly on its primary and secondary activity. As the activity is basically carried out in Argentina, therefore, no segments by geographic area have been identified.

The business segments have been organized according to the following guidelines:

a) Main activity includes operations of high voltage electricity transportation and trunk distribution transmission, subject to regulation issued by the ENRE, and the construction, operation and maintenance of the Fourth Line.

b) Other includes participation in operations whose rate has not been determined by the ENRE, including the activities undertaken abroad.

Assets, liabilities, income and expenses not directly attributable to a specific segment have been allocated to the more significant segment, as they are reported within the main activity.

The segment information submitted to the General Director, who takes the business strategic decisions, for the reportable segments for the nine-month periods ended September 30, 2013 and 2012 is as follows:

	<b>Main activity</b>	<b>Other segments</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b><u>Nine-month period ended September 30, 2013</u></b>			
Net revenues	410,891,939	137,716,833	548,608,772
Operating results	(108,101,561)	41,393,124	(66,708,437)
Total assets	1,694,056,878	57,757,820	1,751,814,698
Total liabilities	1,236,931,513	29,949,255	1,266,880,768
Acquisition of property, plant and equipment	89,572,824	0	89,572,824
Property, plant and equipment depreciation	62,702,646	0	62,702,646
<b><u>Nine-month period ended September 30, 2012</u></b>			
Net revenues	273,907,688	111,663,062	385,570,750
Operating results	(124,226,295)	34,667,596	(89,558,699)
Total assets	1,554,293,164	53,701,408	1,607,994,572
Total liabilities	1,024,865,008	24,809,693	1,049,674,701
Acquisition of property, plant and equipment	50,612,584	0	50,612,584
Property, plant and equipment depreciation	57,601,125	0	57,601,125

Sales between operating segments identified by society is not finalized. Sales revenues reported to the General Director are measured in the same way as for the preparation of Statements of Operations.

**7. Net Revenues**

	<b>Three-month period ended</b>		<b>Nine-month period ended</b>	
	<b>30.09.2013</b>	<b>30.09.2012</b>	<b>30.09.2013</b>	<b>30.09.2012</b>
Net Regulated Revenue	164,970,770	94,345,449	400,637,230	262,850,640
Net Fourth Line Revenue	4,237,562	3,261,609	10,254,709	11,057,048
Net Other Revenue	56,078,176	40,652,925	137,716,833	111,663,062
Net Revenues	<u>225,286,508</u>	<u>138,259,983</u>	<u>548,608,772</u>	<u>385,570,750</u>





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**8. Expenses by Nature**

Items	Three-month period ended September 30, 2013			Three-month period ended September 30, 2012		
	Total	Operating Expenses	Administrative Expenses	Total	Operating Expenses	Administrative Expenses
Salaries and social security charges	132,200,599	108,740,336	23,460,263	91,192,592	74,319,159	16,873,433
Other personnel costs	1,736,300	1,060,343	675,957	3,548,061	3,268,559	279,502
Fees for operating services	4,285,977	4,285,977	0	2,018,001	2,018,001	0
Professional fees	3,551,267	1,124,075	2,427,192	1,858,966	43,839	1,815,127
Equipment maintenance	2,054,370	2,054,370	0	1,378,587	1,378,587	0
Work for third-party materials	11,604,088	11,604,088	0	10,429,519	10,429,519	0
Fuel and lubricants	3,076,949	2,920,863	156,086	2,737,092	2,616,868	120,224
General Maintenance	8,515,678	8,251,971	263,707	11,123,119	10,894,405	228,714
Electricity	282,803	481,959	(199,156)	511,248	493,207	18,041
Depreciation of property, plant and equipment	20,749,253	18,672,274	2,076,979	18,924,876	17,034,181	1,890,695
Administration expenses related to WEM	216,790	216,790	0	152,443	152,443	0
Regulatory fees	537,165	537,165	0	509,211	509,211	0
ATEERA membership fees	114,996	0	114,996	114,996	0	114,996
Communications	1,247,541	1,048,756	198,785	1,016,031	899,810	116,221
Transportation	1,589,995	1,552,863	37,132	1,210,372	1,194,392	15,980
Insurance	8,778,882	184,387	8,594,495	7,002,009	215,931	6,786,078
Rents	2,534,815	1,514,734	1,020,081	1,766,207	918,766	847,441
Travel and lodging expenses	8,215,005	7,875,400	339,605	5,638,465	5,481,239	157,226
Stationary and printing	3,177,550	250,933	2,926,617	1,149,267	121,854	1,027,413
Taxes and government contributions	1,392,261	1,252,724	139,537	1,378,885	1,180,341	198,544
Directors and syndics	1,030,500	0	1,030,500	757,000	0	757,000
Security	3,417,118	3,417,118	0	2,603,670	2,584,484	19,186
Office and substation cleaning	3,231,363	3,029,080	202,283	2,121,746	1,995,836	125,910
Electroduct maintenance	3,298,769	3,298,769	0	430,029	430,029	0
Provisions	(1,432,565)	(1,432,565)	0	(188,473)	(188,473)	0
Others	3,585,908	2,171,206	1,414,702	2,357,190	1,589,721	767,469
<b>TOTAL</b>	<b>228,993,377</b>	<b>184,113,616</b>	<b>44,879,761</b>	<b>171,741,109</b>	<b>139,581,909</b>	<b>32,159,200</b>



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Items	Nine-month period ended September 30, 2013			Nine-month period ended September 30, 2012		
	Total	Operating Expenses	Administrative Expenses	Total	Operating Expenses	Administrative Expenses
Salaries and social security charges	370,759,905	305,058,909	65,700,996	259,919,606	212,986,763	46,932,843
Other personnel costs	3,504,311	2,071,531	1,432,780	5,883,134	4,499,397	1,383,737
Fees for operating services	9,022,790	9,022,790	0	7,578,169	7,578,169	0
Professional fees	8,603,718	3,016,914	5,586,804	7,338,104	2,387,070	4,951,034
Equipment maintenance	4,245,483	4,245,483	0	4,601,266	4,601,266	0
Work for third-party materials	20,593,407	20,593,407	0	24,164,875	24,164,875	0
Fuel and lubricants	7,435,951	7,061,753	374,198	6,683,181	6,371,028	312,153
General Maintenance	18,770,195	17,924,176	846,019	22,357,703	21,731,800	625,903
Electricity	1,514,555	1,431,381	83,174	1,557,741	1,497,386	60,355
Depreciation of property, plant and equipment	62,702,646	56,427,001	6,275,645	57,601,125	51,843,283	5,757,842
Administration expenses related to WEM	710,642	710,642	0	543,065	543,065	0
Regulatory fees	1,479,967	1,479,967	0	1,480,660	1,480,660	0
ATEERA membership fees	344,987	0	344,987	344,987	0	344,987
Communications	2,942,693	2,467,304	475,389	2,612,091	2,264,157	347,934
Transportation	4,095,695	4,033,162	62,533	2,998,872	2,967,043	31,829
Insurance	22,233,172	547,350	21,685,822	18,127,841	582,930	17,544,911
Rents	6,656,313	3,828,338	2,827,975	4,817,127	2,488,323	2,328,804
Travel and lodging expenses	19,802,558	19,143,363	659,195	15,046,884	14,563,522	483,362
Stationary and printing	5,324,439	648,780	4,675,659	2,994,016	440,574	2,553,442
Taxes and government contributions	3,511,496	3,183,276	328,220	3,110,363	2,543,123	567,240
Directors and syndics	2,865,643	0	2,865,643	2,160,080	0	2,160,080
Security	10,207,859	10,207,859	0	8,366,071	8,346,885	19,186
Office and substation cleaning	7,854,226	7,281,440	572,786	5,748,379	5,370,227	378,152
Electroduct maintenance	4,820,159	4,820,159	0	2,175,677	2,175,677	0
Provisions	7,331,074	7,331,074	0	907,388	907,388	0
Others	9,945,241	6,395,177	3,550,064	7,020,901	4,701,309	2,319,592
<b>TOTAL</b>	<b>617,279,125</b>	<b>498,931,236</b>	<b>118,347,889</b>	<b>476,139,306</b>	<b>387,035,920</b>	<b>89,103,386</b>



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**9. Financial Results Net**

	Three-month period ended		Nine-month period ended	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
<b>Financial Income</b>				
Interests	121,442,586	42,405,245	235,607,934	116,059,488
Total financial income	<u>121,442,586</u>	<u>42,405,245</u>	<u>235,607,934</u>	<u>116,059,488</u>
<b>Financial Costs</b>				
Interests generated by loans	(31,264,131)	(24,697,308)	(89,876,823)	(76,400,349)
Total financial costs	<u>(31,264,131)</u>	<u>(24,697,308)</u>	<u>(89,876,823)</u>	<u>(76,400,349)</u>
<b>Other financial results</b>				
Foreign exchange	(59,760,230)	(23,689,986)	(127,996,897)	(45,039,792)
Result from receivables measured at fair value	(38,913)	74,039	14,961,664	7,203,162
Result from liabilities measured at fair value	(195,911)	(193,205)	(552,963)	(587,217)
Total Other financial results	<u>(59,995,054)</u>	<u>(23,809,152)</u>	<u>(113,588,196)</u>	<u>(38,423,847)</u>
Total Other financial results, net	<u>30,183,401</u>	<u>(6,101,215)</u>	<u>32,142,915</u>	<u>1,235,292</u>

**10. Income tax and Deferred income tax**

The analysis of the deferred tax assets and liabilities is as follows:

**Deferred Tax Assets**

	Tax loss carryforward	Allowance for investments	Accounts receivable	Employee benefits payable	Provisions	Fourth Line	Total
<b>As of January 1, 2013</b>	37,280,067	12,169,118	142,195	30,443,922	8,157,578	9,524,062	97,716,942
Charged to the income statement	4,768,124	3,782,699	0	4,447,707	172,977	(3,625,598)	9,545,909
Charged to other comprehensive income	0	0	0	0	0	0	0
<b>As of September 30, 2013</b>	<u>42,048,191</u>	<u>15,951,817</u>	<u>142,195</u>	<u>34,891,629</u>	<u>8,330,555</u>	<u>5,898,464</u>	<u>107,262,851</u>
<b>As of January 1, 2012</b>	5,502,354	10,336,478	142,195	24,294,297	6,852,100	14,358,193	61,485,617
Charged to the income statement	14,879,417	1,033,886	0	4,084,579	(5,931)	(3,625,598)	16,366,353
Charged to other comprehensive income	0	0	0	0	0	0	0
<b>As of September 30, 2012</b>	<u>20,381,771</u>	<u>11,370,364</u>	<u>142,195</u>	<u>28,378,876</u>	<u>6,846,169</u>	<u>10,732,595</u>	<u>77,851,970</u>

**Deferred Tax Liabilities**

	Property, plant and equipment	Other receivables	Bonds and other indebtedness	Total
<b>As of January 1, 2013</b>	145,064,287	19,854,108	9,730,335	174,648,730
Charged to the income statement	(9,422,958)	(6,830,719)	942,943	(15,310,734)
Charged to other comprehensive income	0	0	0	0
<b>As of September 30, 2013</b>	<u>135,641,329</u>	<u>13,023,389</u>	<u>10,673,278</u>	<u>159,337,996</u>
<b>As of January 1, 2012</b>	156,680,698	29,455,245	9,305,898	195,441,841
Charged to the income statement	(9,077,872)	(7,354,467)	214,063	(16,218,276)
Charged to other comprehensive income	0	0	0	0
<b>As of September 30, 2012</b>	<u>147,602,826</u>	<u>22,100,778</u>	<u>9,519,961</u>	<u>179,223,565</u>

Deferred Tax Liabilities as of September 30, 2013 and December 31, 2012 amounts to \$52,075,145 and \$76,931,788, respectively.



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The income tax charge for the period is as follows:

	<b>Nine-month period ended</b>	
	<b>30.09.2013</b>	<b>30.09.2012</b>
Current tax	9,734,609	0
Deferred tax	<u>(24,856,643)</u>	<u>(32,584,629)</u>
Income tax	<u>(15,122,034)</u>	<u>(32,584,629)</u>

Below is the reconciliation between the income tax charged to results and that one that would result from the application of the tax rate in force on the accounting (loss) / profit.

	<b>Nine-month period ended</b>	
	<b>30.09.2013</b>	<b>30.09.2012</b>
Net loss before income taxes	(43,144,738)	(93,032,954)
Tax rate in force	35%	35%
Loss at the tax rate	<u>(15,100,658)</u>	<u>(32,561,534)</u>
Taxable effects by:		
- Other non taxable and/or non deductible items	<u>(21,376)</u>	<u>(23,095)</u>
Income tax	<u>(15,122,034)</u>	<u>(32,584,629)</u>

**11. Property, plant and equipment**

	<b>Nine-month period ended</b>	
	<b>30.09.2013</b>	<b>30.09.2012</b>
Net value as of the beginning of the period	1,178,664,221	1,190,025,710
Additions	89,572,824	50,612,584
Decreases	(6,653,956)	(10,121,455)
Depreciations	<u>(62,702,646)</u>	<u>(57,601,125)</u>
Net value as of the end of the period	<u>1,198,880,443</u>	<u>1,172,915,714</u>

**12. Other receivables**

	<b>30.09.2013</b>	<b>31.12.2012</b>
<b>Non-Current</b>		
Minimum Notional Income Tax Credit	39,594,600	39,594,600
Financial Credit - Fourth Line	12,394,954	34,139,791
Stock Ownership Program	<u>5,329,430</u>	<u>5,329,430</u>
Total	<u>57,318,984</u>	<u>79,063,821</u>



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	<u>30.09.2013</u>	<u>31.12.2012</u>
<b>Current</b>		
Prepaid expenses	30,876,605	16,766,109
Financial Credit - Fourth Line	27,492,043	27,492,043
Advances to suppliers	10,490,876	4,919,860
Guarantees received	6,300,921	6,352,997
Loans to employees	1,203,665	722,926
Stock Ownership Program - Dividends receivable	778,780	778,780
Judicial seizure	624,125	626,274
Others	16,214	117,004
<b>Total</b>	<u>77,783,229</u>	<u>57,775,993</u>

The fair values of other receivables do not differ significantly from their respective book values.

**13. Trade account Receivables**

	<u>30.09.2013</u>	<u>31.12.2012</u>
CAMMESA	275,688,144	144,673,976
Other services	43,122,852	20,323,938
Other related parties (Note 18)	10,836,171	40,465,189
<b>Total</b>	<u>329,647,167</u>	<u>205,463,103</u>

The fair values of trade account receivables do not differ significantly from their respective book values.

**14. Cash and cash equivalents**

	<u>30.09.2013</u>	<u>31.12.2012</u>
Cash in local currency	907,790	894,991
Cash in foreign currency	79,538	67,925
Banks in local currency	1,941,347	2,334,236
Banks in foreign currency	17,289,742	3,824,531
Mutual funds	67,966,458	85,656,724
Highly liquid investments	0	37,351,822
<b>Cash and cash equivalents, net</b>	<u>88,184,875</u>	<u>130,130,229</u>



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**15. Debt and other indebtedness**

	<u>30.09.2013</u>	<u>31.12.2012</u>
<b>Non-current bonds and other indebtedness</b>		
Corporate Bonds 2021 (1)	570,813,255	484,595,130
Corporate Bonds 2016	230,549,814	195,726,564
Nordic Investment Bank (NIB)	27,371,925	23,975,250
Costs related to the refinancing and issuance of Corporate Bonds 2021	(28,035,014)	(25,197,005)
Net present value adjustment to NIB and Par Notes	<u>(2,460,067)</u>	<u>(2,603,953)</u>
<b>Total Non-current</b>	<u><u>798,239,913</u></u>	<u><u>676,495,986</u></u>
<b>Current bonds and other indebtedness</b>		
Corporate Bonds 2016	84,958,674	66,271,565
Corporate Bonds 2021 (1)	7,111,382	18,111,743
Nordic Investment Bank (NIB)	<u>1,372,580</u>	<u>53,278</u>
<b>Total Current</b>	<u><u>93,442,636</u></u>	<u><u>84,436,586</u></u>

(1) The balances as of December 31, 2012 are net of \$10,203,621 corresponding to the own notes portfolio.

The fair value of current bonds and other indebtedness equals their book value, as the impact of applying the discounting is not significant.

**16. Employee benefit expense**

The amounts recognized in the Comprehensive Statements of operations are as follows:

	<b>Nine-month period ended</b>	
	<u>30.09.2013</u>	<u>30.09.2012</u>
<b>Charges to Results</b>		
Services Cost	4,075,119	3,150,851
Interest Cost	20,033,518	14,433,900
<b>Total</b>	<u><u>24,108,637</u></u>	<u><u>17,584,751</u></u>

The breakdown of the amounts exposed in the Consolidated Balance Sheets are as follows:

Benefits Obligations at the beginning of the year	86,982,633	69,412,278
Services Cost	4,075,119	3,150,851
Interest Cost	20,033,518	14,433,900
Payments of benefits	<u>(11,400,901)</u>	<u>(5,914,526)</u>
<b>Benefits Obligations at the end of the year</b>	<u><u>99,690,369</u></u>	<u><u>81,082,503</u></u>

The most important actuarial assumptions used for the calculation are as follows:

Discount rate	32.50%	29.32%
Current interest rate	6.00%	6.00%
Salary growth rate	2%	2%



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**17. Accounts payable**

	<u>30.09.2013</u>	<u>31.12.2012</u>
<b>Non-Current</b>		
Billings in advance	4,451,745	4,749,953
Total	<u>4,451,745</u>	<u>4,749,953</u>
	<u>30.09.2013</u>	<u>31.12.2012</u>
<b>Current</b>		
Suppliers	48,067,146	61,400,720
Billings in advance	25,497,510	18,908,883
Other related parties (Note 18)	0	22,973
Total	<u>73,564,656</u>	<u>80,332,576</u>

The fair value of trade accounts payables equals their carrying amount, as the impact of applying the discounting is not significant.

**18. Balances and transactions with related parties**

Transener has entered into an operating agreement under which Pampa Energía S.A. (formerly Pampa Holding S.A.), ENARSA S.A. and Electroingeniería S.A. provide services, expertise and know-how in connection with certain Company activities. In November 2009, Pampa Energía S.A. transferred its contract to Pampa Generación S.A. Electroingeniería S.A. gave notice in the month of November of 2010 of the transfer of its contract to Grupo Eling S.A.

The responsibility of the Operators includes advisory and coordination services in the areas of human resources, general administration, information systems, quality control and consulting.

The operating fees are 2.75% of certain regulated revenues.

The transactions with related parties are as follows:

**Companies Law No. 19,550 – Sect. 33**

	<b>Nine-month period ended</b>	
	<u>30.09.2013</u>	<u>30.09.2012</u>
Sales of assets and services rendered to Energía Argentina S.A.	2,600	23,400
Fees for operating services		
*Pampa Energía S.A.	4,511,395	3,789,085
*Energía Argentina S.A.	2,255,698	1,894,542
*Grupo Eling S.A.	2,255,697	1,894,542
Interest generated by assets (Citelec S.A.)	25,879	473,460



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**Other related parties**

	Nine-month period ended	
	<u>30.09.2013</u>	<u>30.09.2012</u>
Sales of assets and services rendered to Integración Eléctrica Sur Argentina S.A.	9,251,684	22,944,566
Sales of assets and services rendered to Yacylec S.A.	3,778,404	3,692,158
Sales of assets and services rendered to C.T.Loma de la Lata S.A.	758,781	770,469
Sales of assets and services rendered to Litsa S.A.	695,998	762,866
Sales of assets and services rendered to Central Piedra Buena S.A.	568,051	192,680
Sales of assets and services rendered to Transportadora de Gas del Sur S.A.	198,330	198,000
Sales of assets and services rendered to Edenor S.A.	0	695,000
Sales of assets and services rendered to Empresa Distribuidora de Energía Norte S.A.	0	8,985,705

The balances with Companies Law No.19,550 – Sect. 33 and other related parties are as follows:

	<u>30.09.2013</u>	<u>31.12.2012</u>
<b>Companies Law No. 19,550 - Sect. 33</b>		
<b>Assets</b>		
<b>Trade account receivables</b>		
Energía Argentina S.A.	99,540	105,592
<b>Total</b>	<u>99,540</u>	<u>105,592</u>
<b>Financial assets at amortized cost</b>		
Loan Citelec S.A.	0	1,960,344
<b>Total</b>	<u>0</u>	<u>1,960,344</u>
<b>Liabilities</b>		
<b>Trade accounts payable</b>		
Pampa Energía S.A.	0	22,973
<b>Total</b>	<u>0</u>	<u>22,973</u>
<b>Provisions</b>		
Pampa Energía S.A.	2,309,989	1,014,245
Grupo Eling S.A.	1,154,994	507,122
Energía Argentina S.A.	1,154,994	507,122
<b>Total</b>	<u>4,619,977</u>	<u>2,028,489</u>





**Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A.**  
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**Related parties**

<b>Assets</b>	<b>30.09.2013</b>	<b>31.12.2012</b>
<b>Trade account receivables</b>		
Integración Eléctrica Sur Argentina S.A.	10,011,775	33,325,807
Yacylec S.A.	554,570	732,319
CT. Loma de la Lata S.A.	102,355	102,355
Litsa S.A.	67,601	178,174
Transportadora de Gas del Sur S.A.	330	660
Empresa Distribuidora de Energía Norte S.A.	0	5,994,267
C.T. Piedra Buena S.A.	0	26,015
<b>Total</b>	<b>10,736,631</b>	<b>40,359,597</b>

**19. Investment in Transener Internacional Ltda.**

Transener Internacional Ltda. is undergoing operating and financing difficulties. As a consequence of that, and in order to support its operations, as of December 31, 2011, Transener granted loans to Transener Internacional Ltda. for the amount of US\$6.6 million.

On March 25, 2012, the Board of Directors approved to discontinue Transener Internacional Ltda.'s operation and maintenance contracts. Due to this reason, the results related to the operation of the subsidiary are exposed as discontinued operations.

As of September 30, 2013, due to the uncertainty as to the Company ability to fully recover the above-mentioned loans and credits granted, the book value of such investments remains fully impaired. No loan has been assigned to the mentioned subsidiary during fiscal year 2012 and the nine-month period ended September 30, 2013.

**20. Loss per share**

The loss per share is calculated dividing the loss attributable to the equity holders of the Company by the weighted average number of ordinary shares outstanding during the period, excluding those own shares acquired by the Company.

	<b>Nine-month period ended</b>	
	<b>30.09.2013</b>	<b>30.09.2012</b>
Results from continuing operations attributable to the equity holders of the Company	(24,864,765)	(56,335,505)
Results from discontinuing operations attributable to the equity holders of the Company	(5,576,490)	(3,061,206)
<b>Total</b>	<b>(30,441,255)</b>	<b>(59,396,711)</b>
Ordinary shares average	444,673,795	444,673,795
Loss per share attributable to the equity holders of the Company (\$/Share)	(0.07)	(0.13)