

## Results for six-month period ended on June 30<sup>th</sup>, 2022

Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A. (“Transener” or the “Company”) announces the results for six-month period ended on June 30<sup>th</sup>, 2022

### Stock Information



Bolsas y Mercados Argentinos  
Ticker: TRAN

### For further information, contact:

José S. Refort  
Chief Financial Officer

Andrés G. Colombo  
Accounting and Tax Manager  
([Andres.Colombo@transener.com.ar](mailto:Andres.Colombo@transener.com.ar))

Marcelo A. Fell  
Financial Manager  
([Marcelo.Fell@transener.com.ar](mailto:Marcelo.Fell@transener.com.ar))

[investor@transener.com.ar](mailto:investor@transener.com.ar)

Tel: (5411) 5167-9301  
[www.transener.com.ar](http://www.transener.com.ar)  
[www.transba.com.ar](http://www.transba.com.ar)

Transener, Argentina’s leading electricity transmission company, announces results for six-month period ended on June 30<sup>th</sup>, 2022.

### Main results for six-month period ended on June 30<sup>th</sup>, 2022, restated in constant currency at June, 2022<sup>1</sup>

**Consolidated revenues of AR\$ 12,314.7 million**, 3.8% lower than the AR\$ 12,796.5 million for same period last year. The tariff adjustments granted by ENRE in May 2022, retroactive to February 2022 (67% Transener and 69% Transba), allowed to practically recompose the revenues level, measured in constant currency, compared to 2021.

**Consolidated EBITDA<sup>2</sup> of AR\$ 4,453.8 million**, 9.1% lower than the AR\$ 4,900.0 million for same period last year, mainly due to the decrease of 3.8% in revenues, measured in constant currency.

**Consolidated profit attributable to the owners of the company of AR\$ 1,604.4 million**, compared to a loss of AR\$ 2,242.1 million for same period last year, mainly due to a lower income tax charge originated in the impact of the tax rate increase in 2021 on the deferred tax payable.

### Main results for the Second Quarter of 2022<sup>3</sup>

**Consolidated revenues of AR\$ 7,182.9 million**, 18.7% higher than the AR\$ 6,053.5 million for the same period last year. The tariff adjustments granted by ENRE in May 2022, retroactive to February 2022 (67% Transener and 69% Transba), allowed to practically recompose the revenues level, measured in constant currency, compared to 2021.

**Consolidated EBITDA<sup>2</sup> of AR\$ 3,301.8 million**, 62.1% higher than the AR\$ 2,037.0 million for the same period last year, principally due to an increase in revenues of 18.7%.

**Consolidated profit attributable to the owners of the company of AR\$ 1,480.3 million**, compared to a loss of AR\$ 3,050.2 million for the same period last year, mainly due to an increase in revenues of AR\$ 1,129.5 million and a lower income tax charge of AR\$ 3,023.9 million originated in the impact of the tax rate increase in the second quarter of 2021 on the deferred tax payable.

<sup>1</sup>Expressed in constant currency, in accordance with IAS 29.

<sup>2</sup>Consolidated EBITDA represents consolidated operating results before depreciation.

<sup>3</sup> The financial information presented in this document for the quarters ended on June 30<sup>th</sup>, 2022 and 2021 is based on the unaudited condensed interim consolidated financial statements prepared according to the accounting framework established by the National Securities Commission (CNV), corresponding to the three-month and six-month periods ended on June 30<sup>th</sup>, 2022 and 2021.

## 1. Financial Situation

As of June 30<sup>th</sup>, 2022, Transener maintains a principal balance of AR\$ 694.4 million from a loan for working capital of AR\$ 1,000 million, entered into with the Banco de la Nación Argentina in July 2021.

Regarding Transener's ratings, Fix Scr S.A. Credit Rating Agency maintained the long-term issuer rating of A+ (arg) with stable outlook.

## 2. Tariff Situation

On February 25<sup>th</sup>, 2022, under Resolutions No. 68/2022 and No. 69/2022, the ENRE approved the new tariff scheme from February 1<sup>st</sup>, 2022, establishing an increase of 25% for Transener and 23% for Transba, applicable to the values of August 2019. Considering the difference between the Financial and Economic Projections filed before the ENRE and the granted tariff amounts, the Company requested access to the file and a preliminary challenge.

On March 15<sup>th</sup>, 2022, the Company filed an appeal for reconsideration against Resolutions No. 68/2022 and 69/2022. On May 9<sup>th</sup>, 2022, under Resolutions No. 147/2022 and No. 148/2022, the ENRE reconsidered and modified the actual values since February 1<sup>st</sup>, 2022, establishing an increase of 67% for Transener and of 69% for Transba, applicable to the values of August 2019.

## 3. Operating Information

The Company continues to carry out the execution of the investment plan, maintaining as of June 30<sup>th</sup>, 2022 commitments for the acquisition of capital expenditures for an amount of approximately AR\$ 2,500 million.

Transener, as the concessionaire of the extra high voltage electric power transmission network, is in charge of the supervision of the expansions of the network.

Here follows the most significant works in progress under Transener's supervision:

- **Federal Plan for Transmission Works**

- **Electrical Interconnection in 500kV Bahía Blanca - Mar del Plata, Connection in 132kV to Villa Gesell and Complementary Works - North Trench**

- Construction and assembly of the new Vivoratá 500/132kV Substation, with eight 132kV outputs and expansion of Bahía Blanca Substation. Construction of the 500kV EHV.

- **Works under the SE Resolutions N° 1/2003 and 821/2006**

- **New 25 de Mayo Substation**

- Civil works and electromechanical assembly of the new 500/132kV Substation.

- **Other works to be undertaken by the Wholesale Electricity Market (WEM) Agents**

- **Río Santa Cruz Hydroelectric Exploitation**

- **Cóndor Cliff and La Barrancosa Hydroelectric Power Plants- 500kV EHV and Complementary Works**  
Anticipated detailed engineering revision and inspections in factories.

- **Resistencia Substation - Fields 01 and 02 outputs in 132kV**

- Adequacy of both line outputs with equipment update.

- **Cobos Substation - DAG Hub Node (Puna Solar-Altiplano Solar-Cauchari Solar Generators)**

- Installation required by DAG (Automatic Generation Disconnection) system and covered by the photovoltaic generators mentioned above.



**Puerto Madryn Substation Expansion - Transformation Capacity (Goldwing Loma Blanca VI Eolic Park)**

Installation of 600 MVA of 500/138/34.5 kV transformers (T3PY).

**Rosario Oeste Substation Expansion (for EPESF) - Output LAT DT 132 kV to Godoy Substation**

Commissioning of the Field N° 4 of the Rosario Oeste substation yard of 132 kV for line output to Provincias Unidas, by armored cable.

### **Business Development**

Given its position as a leader in electricity transmission, Transener is involved in the supply of operation and maintenance services, engineering, testing and commissioning of lines and substations for new works or for the expansion of existing works in the 500kV system.

Transener maintains its main contracts with the following customers:

- Minera Alumbreira Ltd.
- Yacylec S.A.
- Transportadora del Norte S.A.
- Transportadora Cuyana S.A.
- AES Argentina Generación S.A.
- Nucleoeléctrica Argentina S.A.
- Transportel Minera II S.A.

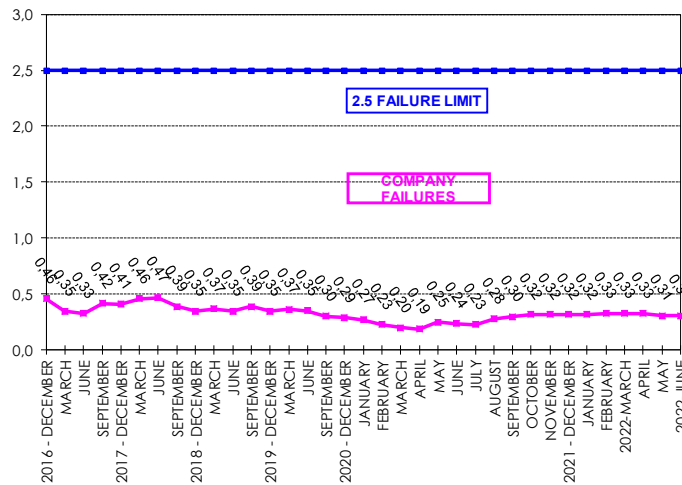


**Rate of failures**

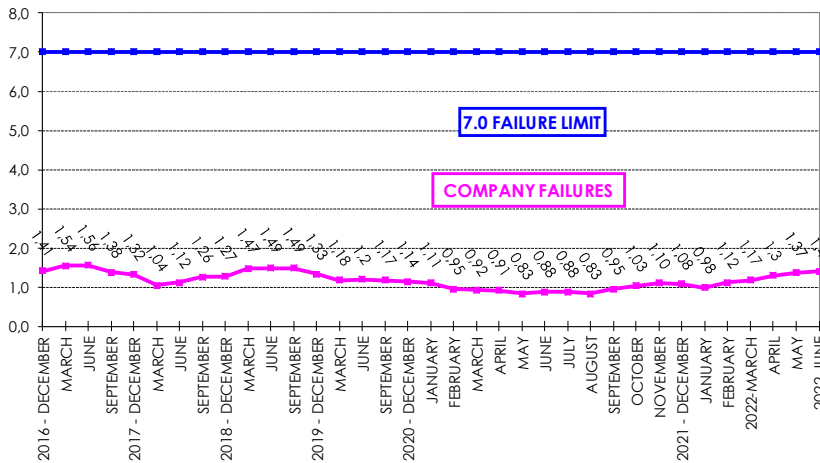
The rate of failures represents the quality of the service provided. The following charts show the quality of the service provided by Transener and Transba as from December 2016.

Transener and Transba Concession Agreements state a maximum rate of failures of 2.5 and 7.0 outages per 100 km over a 12-month period, respectively.

Transener



Transba



## 4. Significant Financial Information

### 4.1 Consolidated Statements of Operations

In AR\$ MM	Six-month period ended on June 30th,		Three-month period ended on June 30th,	
	2022	2021	2022	2021
Revenues	12.314,7	12.796,5	7.182,9	6.053,5
Operating costs	(8.913,4)	(8.856,2)	(4.500,0)	(4.565,2)
Gross profit	3.401,3	3.940,3	2.683,0	1.488,3
Administrative expenses	(954,8)	(997,4)	(451,4)	(472,4)
Other operating income, net	121,7	33,7	119,4	52,6
Operating income	2.568,2	2.976,5	2.351,0	1.068,5
Finance income	1.335,6	2.044,2	706,8	938,9
Finance costs	(1.120,4)	(1.634,9)	(533,1)	(858,6)
Other financial results	(41,2)	(841,5)	(37,2)	(223,1)
RECPAM	(309,7)	(288,3)	(219,3)	(164,1)
Profit before tax	2.432,5	2.256,0	2.268,2	761,6
Income tax	(828,1)	(4.498,1)	(787,9)	(3.811,8)
Profit/(loss) of the period from continuing operations	1.604,4	(2.242,1)	1.480,3	(3.050,2)
<b>Profit/(loss) for the period attributable to :</b>				
Owners of the company	1.604,4	(2.242,1)	1.480,3	(3.050,2)
Total for the period	1.604,4	(2.242,1)	1.480,3	(3.050,2)
<b>Other comprehensive results</b>				
Income/(loss) for the period	1.604,4	(2.242,1)	1.480,3	(3.050,2)
Other comprehensive (loss)/income of the period from continuing operations	0,0	0,0	0,0	0,0
Comprehensive income/(loss) for the period	1.604,4	(2.242,1)	1.480,3	(3.050,2)
<b>Comprehensive income/(loss) for the period attributable to :</b>				
Owners of the company	1.604,4	(2.242,1)	1.480,3	(3.050,2)
Total comprehensive income/(loss) of the period	1.604,4	(2.242,1)	1.480,3	(3.050,2)
<b>EBITDA</b>	<b>4.453,8</b>	<b>4.900,0</b>	<b>3.301,8</b>	<b>2.037,0</b>
<b>Acquisition of property, plant and equipment</b>	<b>1.387,2</b>	<b>2.398,5</b>	<b>690,2</b>	<b>1.362,6</b>
<b>Depreciation</b>	<b>1.885,6</b>	<b>1.923,5</b>	<b>950,8</b>	<b>968,5</b>

## 4.2 Consolidated Balance Sheets

In ARS MM	As of June 30th, 2022	As of December 31st, 2021
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	62.404,2	62.903,1
Inventories	2.558,2	2.610,5
Other receivables	413,1	0,0
<b>Total Non-current assets</b>	<b>65.375,6</b>	<b>65.513,6</b>
<b>Current assets</b>		
Trade accounts receivable	7.558,2	3.900,6
Other receivables	892,7	1.767,8
Investments at fair value	378,2	5.400,4
Investments at amortized cost	1.656,1	0,0
Cash and cash equivalents	55,0	65,0
<b>Total Current assets</b>	<b>10.540,3</b>	<b>11.133,8</b>
<b>TOTAL ASSETS</b>	<b>75.915,9</b>	<b>76.647,4</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Bonds and other indebtedness	361,1	719,3
Deferred tax payable	10.732,0	11.067,8
Employee benefits payable	1.424,4	1.518,7
Trade accounts payable	289,0	149,4
<b>Total Non-current liabilities</b>	<b>12.806,4</b>	<b>13.455,1</b>
<b>Current liabilities</b>		
Provisions	240,7	270,3
Bonds and other indebtedness	384,7	474,8
Income tax payable	1.854,2	1.681,9
Taxes payable	610,0	347,8
Payroll and social securities taxes payable	2.028,9	2.792,6
Employee benefits payable	356,1	379,7
Trade accounts payable	1.719,9	2.934,5
<b>Total Current liabilities</b>	<b>7.194,5</b>	<b>8.881,7</b>
<b>TOTAL LIABILITIES</b>	<b>20.000,9</b>	<b>22.336,8</b>
<b>EQUITY</b>		
Common stock	444,7	444,7
Inflation adjustment on common stock	26.155,1	26.155,1
Legal reserve	2.495,6	2.495,6
Optional reserve	1.236,0	1.236,0
Voluntary reserve	25.263,3	27.045,9
Other comprehensive results	(1.284,1)	(1.284,1)
Retained earnings	1.604,4	(1.782,7)
<b>TOTAL EQUITY</b>	<b>55.914,9</b>	<b>54.310,5</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>75.915,9</b>	<b>76.647,4</b>

### 4.3 Additional information

In AR\$ MM, nominal values	Six-month period ended on June 30th,		Three-month period ended on June 30th,	
	2022	2021	2022	2021
Revenues	10.971,5	7.123,2	6.839,3	3.575,5
Operating and administrative expenses	(7.298,4)	(4.663,9)	(3.954,4)	(2.541,3)
Other operating income, net	144,5	23,0	130,1	33,8
Operating income	3.817,6	2.482,3	3.015,0	1.068,0
<b>EBITDA</b>	<b>4.056,9</b>	<b>2.695,5</b>	<b>3.133,7</b>	<b>1.173,2</b>
<b>Acquisition of property, plant and equipment</b>	<b>1.233,6</b>	<b>1.360,4</b>	<b>688,4</b>	<b>816,5</b>
<b>Depreciation</b>	<b>239,3</b>	<b>213,2</b>	<b>118,7</b>	<b>105,2</b>

## 5. Analysis of results for six-month period ended on June 30<sup>th</sup>, 2022 compared to same period last year

### Revenues

Consolidated revenues for six-month period ended on June 30<sup>th</sup>, 2022 amounted to AR\$ 12,314.7 million, 3.8% lower than the AR\$ 12,796.5 million for same period last year.

Consolidated regulated revenues for six-month period ended on June 30<sup>th</sup>, 2022 amounted to AR\$ 10,860.2 million, 3.5% lower than the AR\$ 11,258.6 million for same period last year. The tariff adjustments granted by ENRE in May 2022, retroactive to February 2022 (67% Transener and 69% Transba), allowed to practically recompose the revenues level, measured in constant currency, compared to 2021.

Consolidated non-regulated revenues for six-month period ended on June 30<sup>th</sup>, 2022 amounted to AR\$ 1,454.5 million, 5.4% lower than the AR\$ 1,537.8 million for same period last year. The tariff adjustments granted by ENRE in May 2022 retroactive to February 2022, applicable to Cuarta Línea, Choele Choel - Puerto Madryn and TIBA, allowed to practically recompose the revenues level, measured in constant currency, compared to 2021.

### Operating and administrative expenses

Consolidated operating and administrative expenses for six-month period ended on June 30<sup>th</sup>, 2022 amounted to AR\$ 9,868.2 million, 0.1% higher than the AR\$ 9,853.6 million for same period last year, due to an increase of AR\$ 411.7 million in salaries, and a decrease of AR\$ 397.0 million in the rest of the operating and administrative expenses.

### Other operating income, net

Consolidated other operating income, net for six-month period ended on June 30<sup>th</sup>, 2022 resulted in a profit of AR\$ 121.7 million, 261.7% higher than the AR\$ 33.7 million for same period last year, mainly due to an increase in awards for quality service.

### Operating profit

Consolidated operating profit for six-month period ended on June 30<sup>th</sup>, 2022, amounted to AR\$ 2,568.2 million, 13.7% lower than the AR\$ 2,976.5 million for same period last year, mainly due to the decrease of 3.8% in revenues measured in constant currency.



## Financial results

Consolidated financial results for six-month period ended on June 30<sup>th</sup>, 2022 resulted in a loss of AR\$ 135.7 million, 81.2% lower than the loss of AR\$ 720.5 million for same period last year, mainly due to a lower net loss in interests and exchange rate differences generated by loans and by short-term investments, due to the cancellation of the Class 2 Notes in August 2021.

## Income tax

Consolidated income tax for six-month period ended on June 30<sup>th</sup>, 2022 resulted in a loss of AR\$ 828.1 million, 81.6% lower than the AR\$ 4,498.1 million for same period last year, mainly due to a lower deferred income tax charge originated in the impact of the income tax rate increase in 2021, established by Law No. 27,630.

You may find additional information on the Company at:

[www.transener.com.ar](http://www.transener.com.ar)  
[www.transba.com.ar](http://www.transba.com.ar)  
[www.cnv.gob.ar](http://www.cnv.gob.ar)