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

Unaudited Condensed Interim Consolidated Financial Statements as of March 31, 2016 and for the three-month ended March 31, 2016 and 2015

Free translation from the original prepared in Spanish for publication in Argentina

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

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Free translation from the original in Spanish for publication in Luxemburgo

REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

To the Shareholders, President and Directors of
Compañía de Transporte de Energía Eléctrica en
Alta Tensión Transener S.A.
Legal address: Av. Paseo Colón 728 – Floor 6°
City of Buenos Aires
Tax Code No. 30-66314877-6

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A. and its subsidiary (hereinafter, "Transener S.A.") which comprise the consolidated statement of financial position at March 31, 2016 and the consolidated statements of comprehensive income, of changes in equity and of cash flows for the three-month period then ended, and the selected explanatory notes.

The balances and other information corresponding to the fiscal year 2015 and its interim period are an integral part of the financial statements mentioned above; therefore, they must be considered in connection with these financial statements.

Board's responsibility

The Board of Directors of the Company is responsible for the preparation and presentation of the financial statements in accordance with International Financial Reporting Standards, adopted by the Argentine Federation of Professional Councils in Economic Sciences (FACPCE) as professional accounting standards and included by the National Securities Commission (CNV) in its regulations, as approved by the International Accounting Standards Board (IASB), and is therefore responsible for the preparation and presentation of the interim condensed consolidated financial statements mentioned in the first paragraph, in accordance with International Accounting Standard 34 "Interim Financial Information" (IAS 34).

Scope of our review

Our review was limited to applying the procedures laid down by the International Standard on Review Engagements (ISRE) 2410 "Review of the interim financial information performed by the independent auditor of the entity", adopted as review standard in Argentina through Technical Pronouncement No. 33 of the FACPCE, as approved by the International Auditing and Assurance Standards Board (IAASB). A review of interim financial information consists of making inquiries of the Company's personnel responsible for preparing the information included in the interim condensed consolidated financial statements and performing analytical and other review procedures. Such a review is substantially less in scope than an audit conducted in accordance with international standards on auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on the consolidated financial position, the consolidated comprehensive income, and the consolidated cash flows of the Company.

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Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim condensed consolidated financial statements mentioned in the first paragraph have not been prepared, in all material respects, in accordance with IAS 34

Emphasis paragraph

Without changing our conclusion, we would like to emphasize the situation described in Note 2 to the accompanying financial statements, which describes the negotiations the Company is carrying out with the pertinent authorities to raise its tariffs and their impact on the economic and financial position of Transener S.A. These circumstances indicate that there is significant uncertainty that cast substantial doubt as to the entity's ability to continue as a going concern.

Report on compliance with regulations in force

In compliance with current regulations, in connection with Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A., we report that:

a) the interim condensed consolidated financial statements of Transener S.A. have not yet been transcribed into the "Inventory and Balance Sheet" book and, except for the above, as regards those matters that are within our competence, they comply with the provisions of the General Companies Law and pertinent resolutions of the National Securities Commission;

b) the interim condensed separate financial statements of Transener S.A. stem from accounting records kept in all formal respects in conformity with legal regulations, except for the transcription into the Inventory and Balance Sheet book, which is pending to date;

c) we have read the summary of activity, on which, insofar as concerns our field of competence, we have no observations to make;

d) as of March 31, 2016, the debt of Transener S.A. accrued in favor of the Argentine Integrated Social Security System arising from the Company's accounting records and calculations amounted to $11,921,346, none of which was claimable at that date;

City of Buenos Aires, May 4, 2016

PRICE WATERHOUSE & CO. S.R.L.

By (Partner)

Fernando A. Rodríguez

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Compañía de Transporte de Energía Eléctrica en Alta Tensión TransenerS.A.

Unaudited Condensed Interim Consolidated Statements of Operations
for the three-month periods ended March 31, 2016 and 2015
(In Argentine Pesos, except as otherwise indicated)

		Three-month period ended	
Consolidated income statement	Note	**31.03.2016**	**31.03.2015**
Net Revenues	7	375,133,993	319,866,392
Operating expenses	8	(340,004,539)	(269,641,267)
Gross income		35,129,454	50,225,125
Administrative expenses	8	(66,940,761)	(51,329,569)
Other expenses net		(6,940,895)	(6,706,969)
Operating loss		(38,752,202)	(7,811,413)
Finance income	9	95,074,688	101,888,346
Finance costs	9	(42,608,317)	(27,526,505)
Other financial results	9	(184,528,206)	(35,079,816)
(Loss) / income before taxes		(170,814,037)	31,470,612
Income tax	10	59,181,809	(11,392,468)
(Loss) / income for the period		(111,632,228)	20,078,144
(Loss) / income attributable to :			
Owners of the parent		(112,231,957)	18,207,639
Non-controlling interests		599,729	1,870,505
Total for de period		(111,632,228)	20,078,144

Other consolidated comprehensive income			
(Loss) / income for the period		(111,632,228)	20,078,144
Items that will not be reclassified to profit or loss			
Tax effect on actuarial income / (loss) in retirement benefits plans		0	0
Tax effect on actuarial (loss) / income in retirement benefits plans		0	0
Total comprehensive (loss) / income for the period		(111,632,228)	20,078,144
Attributable to :			
Owners of the parent		(112,231,957)	18,207,639
Non-controlling interests		599,729	1,870,505
Total for the period		(111,632,228)	20,078,144
(Loss) / income per share attributable to the equity holders of the Company:			
Total for the period	22	(0.25)	0.04

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

Transener

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

Unaudited Condensed Interim Consolidated Balance Sheets as of March 31, 2016 and December 31, 2015

(In Argentine Pesos, except as otherwise indicated)

	Note	31.03.2016	31.12.2015
Assets			
Non-current assets			
Property, plant and equipment	11	1,795,177,670	1,742,868,714
Other receivables	12	17,552,954	17,552,954
Deferred tas assets		33,029,516	0
Total Non-current assets		1,845,760,140	1,760,421,668
Current Assets			
Trade accounts receivables	13	405,984,638	536,679,172
Other receivables	12	72,950,696	66,257,269
Cash and cash equivalents	14	525,087,990	591,834,534
Total Current assets		1,004,023,324	1,194,770,975
Total Assets		2,849,783,464	2,955,192,643
Equity and liabilities			
Capital and reserves attributable to owners of the parent		562,098,755	674,330,712
Equity attributable to owners of the parent		562,098,755	674,330,712
Non-controlling interests		48,809,923	48,210,194
Total equity		610,908,678	722,540,906
Liabilities			
Non-current liabilities			
Debt and other indebtedness	15	1,393,862,295	1,234,822,563
Deferred tax payable	10	0	34,553,325
Employee benefits payable	16	207,715,194	193,527,886
Trade accounts payable	17	3,288,098	3,312,643
Total Non-current liabilities		1,604,865,587	1,466,216,417
Current liabilities			
Previsions	25	67,787,719	64,288,605
Other liabilities		778,781	778,781
Debt and other indebtedness	15	284,016,043	278,946,317
Taxes payable		11,520,759	15,449,813
Income tax payable		35,809,605	31,349,500
Payroll and social securities taxes payable		97,609,752	207,849,503
Trade accounts payable	17	136,486,540	167,772,801
Total Current liabilities		634,009,199	766,435,320
Total Liabilities		2,238,874,786	2,232,651,737
Total Equity and liabilities		2,849,783,464	2,955,192,643

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.

Unaudited Condensed Interim Consolidated Statements of Changes in Equity for the three-month periods ended March 31, 2016 and 2015

(In Argentine Pesos, except as otherwise indicated)

	Attributable to owners of the parent							
	Common Stock	Inflation adjustment on common stock	Share premium	Legal reserve	Retained earnings	Subtotal	Non-controlling interests	Total equity
Balance as of December 31, 2014	**444,673,795**	**352,996,229**	**31,978,847**	**42,628,456**	**(253,382,387)**	**618,894,940**	**35,818,648**	**654,713,588**
Comprehensive income for the trhee-month period	0	0	0	0	18,207,639	18,207,639	1,870,505	20,078,144
Balance as of March 31, 2015	**444,673,795**	**352,996,229**	**31,978,847**	**42,628,456**	**(235,174,748)**	**637,102,579**	**37,689,153**	**674,791,732**
Comprehensive income for the nine-month complementary period	0	0	0	0	34,038,538	34,038,538	10,412,596	44,451,134
Other comprehensive imcome for the nine-month period	0	0	0	0	3,189,595	3,189,595	108,445	3,298,040
Balance as of December 31, 2015	**444,673,795**	**352,996,229**	**31,978,847**	**42,628,456**	**(197,946,615)**	**674,330,712**	**48,210,194**	**722,540,906**
Comprehensive loss for the three-month period	0	0	0	0	(112,231,957)	(112,231,957)	599,729	(111,632,228)
Balance as of March 31, 2016	**444,673,795**	**352,996,229**	**31,978,847**	**42,628,456**	**(310,178,572)**	**562,098,755**	**48,809,923**	**610,908,678**

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.

Unaudited Condensed Interim Consolidated Statements of Cash Flows for the three-month periods ended March 31, 2016 and 2015

(In Argentine Pesos, except as otherwise indicated)

	Note	Three-month period ended	
		31.03.2016	**31.03.2015**
Cash flows from operating activities:			
Income for the period		(111,632,228)	20,078,144
Adjustments:			
Depreciation of property, plant and equipment	11	23,794,437	22,216,812
Instrumental Agreement	2	(240,000,003)	(223,169,747)
Previsions	25	3,499,114	1,772,913
Employee benefits plan	16	20,560,792	18,401,344
Income tax expense accrued during the period	10	(59,181,809)	11,392,468
Foreign exchange and other financial results		234,409,870	60,994,246
Retirements of property, plant and equipment	11	2,648,637	3,796,082
Changes in certain assets and liabilities, net of non-cash:			
(Increase) Decrease in trade receivables		(101,205,463)	(34,551,331)
(Increase) Decrease in other receivables		(6,693,427)	9,358,809
Increase (Decrease) in trade accounts payable		(31,310,806)	(79,439,133)
Increase (Decrease) in payroll and social securities taxes payable		(110,239,751)	(104,111,429)
Increase (Decrease) in taxes payable		(7,869,981)	(12,817,285)
Increase (Decrease) of employee benefits payable	16	(6,373,484)	(6,233,297)
Net cash used in operating activities		(389,594,102)	(312,311,404)

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

Unaudited Condensed Interim Consolidated Statements of Cash Flows for the three-month periods ended March 31, 2016 and 2015 (continued)

(In Argentine Pesos, except as otherwise indicated)

		Three-month period ended	
	Note	31.03.2016	31.03.2015
Cash flows from investing activities:			
Purchases of the acquisition of property, plant and equipment	11	(78,752,030)	(50,998,329)
Cash used in investing activities		(78,752,030)	(50,998,329)
Cash flows from financing activities:			
Funds from CAMMESA Financing	2	471,900,000	351,000,007
Payments and repurchase of bonds and other indebtedness - Interests		(70,300,412)	(41,777,419)
Net cash generated by financing activities		401,599,588	309,222,588
Decrease in cash and cash equivalents		(66,746,544)	(54,087,145)
Cash and cash equivalents at the beginning of the period		591,834,534	329,676,393
Cash and cash equivalents at period end	14	525,087,990	275,589,248
Significant non-cash transactions			
Decrease in accounts receivable	2	471,900,000	351,000,007
Decrease in other liabilities - CAMMESA Financing	2	(471,900,000)	(351,000,007)
		0	0

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

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

On July 30, 1997, the province of Buenos Aires privatized Empresa de Transporte de Energía Eléctrica por Distribución Troncal de la Provincia de Buenos Aires Sociedad AnónimaTransba 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. As of 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 August 16, 2002, Transener S.A. created Transener International Ltda., located in the city of Brasilia, Brazil Republic. As of the date of the issuance of these Unaudited Condensed Interim Consolidated Statements, Transener holds 99.93% of Transener International Ltda’s shares. On March 25, 2012, the Board of Directors approved to discontinue the Transener International Ltda’s operation and maintenance contracts.

These unaudited condensed interim consolidated financial statements (in hereinafter referred to interchangeably as "financial statements" or "unaudited condensed interim consolidated financial statements"), have been approved for issuance by the Board of Directors on May 4, 2016.

2. Tariff Review and economic and financial situation

a) Tariff Review

The Emergency Law No. 25561, 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.

Opportunely, 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, in December 2010, Transener and Transba entered into the Instrumental Agreements (the “Instrumental Agreements”) related to the Definitive Agreements with the SE and the ENRE.

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. The funds which conforms the Addendas II would be destined to the operation and maintenance, and to the investments plan corresponding to year 2011 and would be disbursed through partial payments in advance according to CAMMESA’S availability of funds, according to the instructions of the SE.

Due to the fact that the mentioned commitments were delayed, and 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 cost variations for the period December 2010-December 2012, which has been calculated according to the cost variation index (CVI) established in the Definitive Agreement,
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 cost variations 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 six-month periods 2013 and 2014 respectively.

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.

On October 25, 2013, Transba signed with CAMMESA an extension of the Financing Agreement (Addenda III) which provides as follows: i) grant a new loan to Transba for the amount of $ 324.8 million, for credits recognized by the SE and ENRE, resulting from cost variations occurred during the period December 2010 to December 2012 and ii) the collateral assignment of the credits recognized ashigher costs as of December 31, 2012, in accordance with the Renewal Agreement under the Instrumental Agreement, so as to settle the amounts to be received by application of the new signed extensions.

On February 14, 2014, Transener signed with CAMMESA an extension of the Financing Agreement (Addenda III) which provides as follows: i) grant a new loan to Transener for the amount of $ 785.8 million, for credits recognized by the SE and ENRE, resulting from cost variations occurred during the period December 2010 to December 2012 and ii) the collateral assignment of the credits recognized ashigher costs as of December 31, 2012, in accordance with the Renewal Agreement under the Instrumental Agreement, so as to settle the amounts to be received by application of the new signed extensions.

Also, on September 2, 2014, Transener and Transba entered into with CAMMESA their Financing Agreements to implement the Renewal Agreements during 2013 and 2014 (New Financing Agreements), by which it was agreed: i) to consider fulfilled the Financing Agreements and their Addenda I, II and III entered into with CAMMESA; ii) to grant a new loan amounting to $ 622.2 million and $ 240.7 million for Transener S.A. and Transba S.A., respectively, related to the credits recognized by SE and ENRE corresponding to cost variations from January 2013 to May 2014; and iii) the collateral assignment of the credits recognized for higher costs at May 31, 2014 under the Renewal Agreement of the Instrumental Agreement to pay off the amounts receivable for the implementation of the New Financing Agreements.

On March 17, 2015, Transener and Transba entered into with CAMMESA the Addendas to the Financing Agreements (New Addendas), by which it was agreed to grant a new loan amounting to $563,6 million and $178,3 million for Transener and Transba, respectively, related to: (i) the outstanding balance from the Financing Agreements as of January 30, 2015, and (ii) the credits recognized by the SE and ENRE corresponding to variations of costs from June 2014 to November 2014. Additionally, it was agreed the cession of credits resulting from the recognition of the variations of costs as of November 30,2014 according to the Instrumental Agreements in order to cancel the amounts to be received through the application of the New Addendas.

On September 17, 2015 Transener and Transba entered into with the Secretariat of Energy and the ENRE the Addendas to the Renewal Agreement, approving the 2015 Financial and Economic Projection and establishing an investment plan of $ 431.9 and $ 186.6 million for Transener and Transba, respectively, for 2015. Moreover, additional non-refundable amounts were granted for the implementation of said investment plan.

On November 25, 2015 Transener and Transba entered into with CAMMESA the new Financing Agreements (the New Agreements), by which it was agreed to provide funding in the amount of AR$ 508,9 and AR$ 317,6 million for Transener and Transba, respectively, corresponding to: i) credits recognized by the SE and the ENRE for cost variations from December 2014 to May 2015 and ii) the amounts for additional investments under the Addenda to the Renewal Agreements.

At period end, the results of the recognition of the cost variations by SE and ENRE have been recorded in these consolidated financial statements up to the amounts received under Addenda II and III and / or under signing process as indicated in the following. Consequently, Transener has recognized revenues for $153.7 million and $111.7 million plus interest for $15.5 million and $28.9 million, for the three-month periods ended March 31, 2016 and 2015, respectively. Accordingly, Transba has recognized revenues for $65.0 million and $72.2 million plus interest for $5.7 million and $10.5 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.

CAMMESA is calculating the credits for cost variations from June to November 2015 in order to proceed with the signing of the Addendas to the New Agreements. As of the date of these consolidated financial statements, those Addendas are pending of signing. Tranasener has recognized in the Statements of Operations on account of the mentioned Addenda $169.3 and $173.0 million for the three-month periods ended March 31, 2016 and 2015, respectively. Transba, has recognized in the Statements of Operations on account of the mentioned Addenda $70.7 and $67.6 million for the same periods, respectively.

b) Economic and financial situation

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.

However, the delay in obtaining a tariff regime resulting from a FTR generates uncertainty about the capability of the Company to generate the necessary revenues in order to face its liabilities in the short term.

Besides, CAMMESA continues to be in arrears in the payment of the monthly remuneration for the electric power transportation service.

In relation to the above mentioned, it is still complex to foresee the evolution of the issues mentioned in section a) and b), as well as its possible impact on the Company's businesses and cash flows. Transener 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. Thus, these condensed interim consolidated financial statements should be read under these circumstances.

3. Purpose of financial statements

The accompanying condensed interim 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 interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

The National Securities Commission (CNV), through General Resolution No. 622/13 has established the application of Technical Pronouncements No. 26 and 29 of the Argentine Federation of Professional Councils in Economic Sciences which adopt IFRS issued by the IASB for entities included in the public offering system under Law No. 17811 and amendments, either for its capital or negotiable obligations, or which have requested authorization to be included in the mentioned system.

These interim condensed separate financial statements of the Company for the three-month period ended March 31, 2016 were prepared in accordance with International Accounting Standard No. 34 "Interim Financial Reporting" (IAS 34).

The presentation in the statement of financial position segregates current and non-current assets and liabilities. Current assets and liabilities are those which are expected to be recovered or settled within the twelve months after the end of the reporting period/year. In addition, the Company reports on the cash flows from operating activities using the indirect method. The fiscal year commences on January 1 and ends December 31 of each year. Economic and financial results are presented on the basis of the fiscal year.

These financial statements are stated in pesos. They have been prepared under the historical cost convention, modified by the measurement of certain financial assets and liabilities at fair value through profit or loss.

5. Significant accounting policies

The main accounting policies used in the preparation of these consolidated financial statements are explained below. These accounting policies have been applied consistently in all the years presented, except when otherwise indicated.

5.1 Changes in the accounting policies under IFRS

a) New standards, modifications and interpretations mandatory for the years commenced on January 1, 2016 and not early adopted by the Company

   As regards the application of IAS 1 "Presentation of Financial Statements" and Annual improvements to IFRS - Cycle 2012-2014, effective as from January 1, 2016, its application had neither significant impact on the presentation of financial statements nor in the results of operations or Company's financial position.

b) New standards, modifications and interpretations not yet effective and not early adopted by the Company

   IFRS 16 "Leases" was issued on January 13, 2016 by the IASB and supersedes the current guidelines of the IAS 17. This standard defines a lease as a contract, or part of a contract, that conveys the right to use an asset (underlying asset) for a period of time in exchange for consideration. Under this standard, a liability must be recognized for lease arrangements to show future lease payments and a right-of-use asset in almost all cases. This is a significant change compared with IAS 17, which required that lessees make a distinction between a financial lease (disclosed in the statement of financial position) and an operating lease (without impact on the statement of financial position). IFRS 16 contains an optional exception for some short-term leases and leases of low-value assets; however, this exception may only be applied by lessees. It is effective for fiscal years beginning on or after January 1, 2019.

5.2 Risk policy and accounting estimates

In the preparation of these financial statements, the Company has applied the risk policies and accounting estimates consistently with those of the previous year. There are no significant variations at March 31, 2016 compared with the previous year as regards the risk analysis.

5.3 Impairment of non-financial long-term assets

For the purpose of preparing these financial statements, the Company has applied the policy for impairment of non-financial long-term assets consistently with that of the previous year.

Thus, Management has defined certain assumptions to estimate future cash flows applied to assess the recoverability of its assets. These assumptions consider various scenarios which include projections of expected future tariff increases, inflation, exchange rates, operating and maintenance expenses, investments and discount rates.

Cash flows are generally projected for a period which covers the remaining useful life of long-term assets or the duration of the concession, whichever is lower.

Cash flows were estimated considering the tariff adjustment guidelines submitted to the ENRE, in compliance with the parameters established by Law No. 24065, which governs the tariff renegotiation in process.

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Consequently, cash flows and future actual results may differ from the estimates and evaluations made at the date of preparation of these financial statements.

The Company has not recognized impairment losses for any of the periods mentioned.

5.4 Impairment of financial assets at amortized cost

The Company assesses each closing date whether there is objective evidence of impairment or deterioration in the value of a financial asset or group of financial assets measured at amortized cost.

A financial asset or group of financial assets is impaired and the loss for impairment recognized directly in the statement of operations if there is objective evidence of devaluation as result of one or more events that occurred after the initial of the asset recognition and said event (or events) have an impact on the estimated future of the cash flows of the financial asset or group of financial assets.

Some of the indicators of impairment or devaluation which the Company assesses to determine whether there is objective evidence of loss of value include the following: delays in payments received from customers, the disappearance of an active market for a financial instrument due to the existence of difficulties, declaration of bankruptcy of customers, observable information that indicates a measurable decrease in the future cash flows of a portfolio of financial assets, etc.

6. Segment reporting

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

As of March 31, 2016 and 2014, the operating segments have been adapted to the guidelines of ENRE Resolution 176/2013, which establishes that a regulatory accounting system will enter into force since January 1, 2014, differentiating regulated from non-regulated activity pursuant to the resolution.

The segment information submitted to the General Director, who takes the business strategic decisions, for the reportable segments for the three-month periods ended March 31, 2016 and 2015 is as follows:

	Regulated activity $	Non-regulated activity $	Total $
Three-month period ended March 31, 2016			
Net revenues	326,764,027	48,369,966	375,133,993
Operating results	(58,418,768)	19,666,566	(38,752,202)
Total assets	2,799,891,832	49,891,632	2,849,783,464
Total liabilities	1,869,741,552	369,133,234	2,238,874,786
Acquisition of property, plant and equipment	78,752,030	0	78,752,030
Property, plant and equipment depreciation	23,794,437	0	23,794,437
Three-month period ended March 31, 2015			
Net revenues	288,262,998	31,603,394	319,866,392
Operating results	(19,143,271)	11,331,858	(7,811,413)
Total assets	2,239,310,637	83,325,493	2,322,636,130
Total liabilities	1,400,983,169	246,861,229	1,647,844,398
Acquisition of property, plant and equipment	50,998,329	0	50,998,329
Property, plant and equipment depreciation	22,216,812	0	22,216,812

No sales between operating segments identified by the Company are perfected. Sales revenues reported to the Direction of the Company are measured in the same way as for the preparation of the statement of operations. Assets and liabilities are allocated based on the segment.

7. Net Revenues

	Three-month period ended	
	31.03.2016	**31.03.2015**
Net Regulated Revenue	326,764,027	288,262,998
Net Non-Regulated Revenue	48,369,966	31,603,394
Net Revenues	375,133,993	319,866,392

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8. Expenses by Nature

Items	Three-month period ended March 31, 2016			Three-month period ended March 31, 2015		
	Total	Operating Expenses	Administrative Expenses	Total	Operating Expenses	Administrative Expenses
Salaries and social security charges	270,208,683	225,538,027	44,670,656	204,558,357	169,039,520	35,518,837
Other personnel costs	2,690,216	1,549,223	1,140,993	2,567,514	865,595	1,701,919
Fees for operating services	5,088,844	5,088,844	0	5,917,907	5,917,907	0
Professional fees	3,902,456	921,172	2,981,284	3,436,605	793,743	2,642,862
Equipment maintenance	2,703,198	2,703,198	0	1,871,766	1,871,766	0
Work for third-party materials	2,968,520	2,968,520	0	2,898,416	2,898,416	0
Fuel and lubricants	4,977,355	4,748,841	228,514	3,934,775	3,751,787	182,988
General Maintenance	11,086,389	10,827,616	258,773	7,467,611	7,045,930	421,681
Electricity	963,349	915,526	47,823	421,624	395,239	26,385
Depreciation of property, plant and equipment	23,794,437	21,412,957	2,381,480	22,216,812	19,993,096	2,223,716
Administration expenses related to WEM	237,848	237,848	0	273,504	273,504	0
Regulatory fees	599,033	599,033	0	666,628	666,628	0
ATEERA membership fees	253,005	0	253,005	175,097	0	175,097
Communications	1,801,263	1,308,901	492,362	967,854	745,937	221,917
Transportation	2,883,091	2,877,972	5,119	2,123,232	2,119,431	3,801
Insurance	11,281,810	10,875,295	406,515	11,900,191	11,086,000	814,191
Rents	3,962,130	1,240,875	2,721,255	4,006,428	2,012,473	1,993,955
Travel and lodging expenses	12,175,123	11,428,745	746,378	8,466,018	8,038,773	427,245
Stationary and printing	6,223,663	853,108	5,370,555	1,454,855	263,016	1,191,839
Taxes and government contributions	2,914,441	1,933,758	980,683	2,094,309	1,436,317	657,992
Directors and syndics	1,230,892	0	1,230,892	942,156	0	942,156
Security	11,288,228	11,184,159	104,069	6,716,705	6,644,594	72,111
Office and substation cleaning	6,049,180	5,625,946	423,234	4,498,213	4,186,429	311,784
Electroduct maintenance	308,636	308,636	0	339,630	339,630	0
Provisions	10,293,291	10,293,291	0	16,342,614	16,342,614	0
Others	7,060,219	4,563,048	2,497,171	4,712,015	2,912,922	1,799,093
TOTAL	406,945,300	340,004,539	66,940,761	320,970,836	269,641,267	51,329,569

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9. Financial Results Net

	Three-month period ended	
	31.03.2016	**31.03.2015**
Finance Income		
Renewal Agreement interest (Note 2)	21,238,693	39,334,114
Mutual funds	70,028,781	12,207,336
Fourth Line interest	0	47,787,784
Other finance income	3,807,214	2,559,112
Total finance income	95,074,688	101,888,346
Finance Costs		
Interests generated by loans	(42,608,317)	(27,526,505)
Total finance costs	(42,608,317)	(27,526,505)
Other financial results		
Foreign exchange	(184,528,206)	(34,585,253)
Result from receivables measured at fair value	0	(494,563)
Total Other financial results	(184,528,206)	(35,079,816)
Total Other financial results, net	(132,061,835)	39,282,025

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 (1)	Accounts receivable	Other receivables	Emloyee benefits payable	Previsions	Total
As of January 1, 2016	19,364,369	565,198	714,407	67,734,760	37,141,161	125,519,895
Charged to the income statement	43,573,875	0	0	4,965,558	2,689,937	51,229,370
Charged to other comprehensive income	0	0	0	0	0	0
As of March 31, 2016	62,938,244	565,198	714,407	72,700,318	39,831,098	176,749,265
As of January 1, 2015	0	142,195	937,060	51,573,689	16,699,640	69,352,584
Charged to the income statement	0	0	0	4,258,816	4,560,611	8,819,427
Charged to other comprehensive income	0	0	0	0	0	0
As of March 31, 2015	0	142,195	937,060	55,832,505	21,260,251	78,172,011

(1) Includes tax losses amounting to $ 12.3 million, which have been fully provided for (See Note 25).

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Deferred Tax Liabilities

	Property, plant and equipment	Cash and cash equivalents	Debt and other indebtedness	Total
As of January 1, 2015	111,215,928	30,767,868	18,089,424	160,073,220
Charged to the income statement	(2,923,494)	(14,912,512)	1,482,535	(16,353,471)
Charged to other comprehensive income	0	0	0	0
As of March 31, 2016	108,292,434	15,855,356	19,571,959	143,719,749
As of January 1, 2015	121,595,685	2,519,889	13,587,871	137,703,445
Charged to the income statement	(2,995,316)	323,915	(50,901)	(2,722,302)
Charged to other comprehensive income	0	0	0	0
As of March 31, 2015	118,600,369	2,843,804	13,536,970	134,981,143

Deferred Tax Assets as of March 31, 2016 amounts to $33,029,516.

Deferred Tax Liabilities as of December 31, 2015 amounts to $34.553.325.

The income tax charge for the period is as follows:

	Three-month period ended	
	31.03.2016	**31.03.2015**
Current tax	8,401,032	22,934,197
Deferred tax	(67,582,841)	(11,541,729)
Income tax	(59,181,809)	11,392,468

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 profit / (loss).

	Three-month period ended	
	31.03.2016	**31.03.2015**
Net income before income taxes	(170,814,037)	31,470,612
Tax rate in force	35%	35%
Net income at the tax rate	(59,784,913)	11,014,714
Taxable effects by:		
- Allowance for tax bankruptcy	0	0
- Other non taxable and/or non deductible items	603,104	377,754
Income tax	(59,181,809)	11,392,468

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11. Property, plant and equipment

	Three-month period ended	
	31.03.2016	**31.03.2015**
Net value as of the beggining of the period	1,742,868,714	1,589,000,341
Additions	78,752,030	50,998,329
Decreases	(2,648,637)	(3,796,082)
Depreciations	(23,794,437)	(22,216,812)
Net value as of the end of the period	1,795,177,670	1,613,985,776

12. Other receivables

	31.03.2016	**31.12.2015**
Non-Current		
Minimum Notional Income Tax Credit	12,223,524	12,223,524
Stock Ownership Pogram	5,329,430	5,329,430
Total	17,552,954	17,552,954
Current		
Advances to suppliers	45,624,698	31,409,786
Prepaid expenses	22,222,435	29,545,804
Loans to employees	3,083,888	3,263,550
Judicial seizure	1,154,324	1,147,254
Stock Ownership Pogram - Dividends receivable	778,780	778,780
Others	86,571	112,095
Total	72,950,696	66,257,269

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

13. Trade account receivables

	31.03.2016	**31.12.2015**
CAMMESA	312,087,638	465,866,942
Other services	57,239,066	41,744,591
Other related parties (Note 18)	36,657,934	29,067,639
Total	405,984,638	536,679,172

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

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14. Cash and cash equivalents

	31.03.2016	31.12.2015
Cash in local currency	1,233,991	1,184,991
Cash in foreign currency	205,209	181,809
Banks in local currency	3,746,296	6,859,780
Banks in foreign currency	47,803,025	42,446,925
Mutual funds	472,099,469	541,161,029
Cash and cash equivalents, net	525,087,990	591,834,534

15. Debt and other indebtedness

	31.03.2016	31.12.2015
Non-current bonds and other indebtedness		
Corporate Bonds 2021	1,393,862,295	1,234,822,563
Total Non-current	1,393,862,295	1,234,822,563
Current bonds and other indebtedness		
Corporate Bonds 2016	200,154,271	173,670,984
Nordic Investment Bank (NIB)	66,208,611	57,252,330
Corporate Bonds 2021	17,653,161	48,023,003
Total Current	284,016,043	278,946,317

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

The structure of indebtedness of the Company is described in Note 21.

16. Employee benefit expense

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

	Three-month period ended	
	31.03.2016	31.03.2015
Charges to Results		
Services Cost	3,410,477	2,574,929
Interest Cost	17,150,315	15,826,415
Total	20,560,792	18,401,344

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

	31.03.2016	31.03.2015
Benefits Obligations at the beginning of the period	193,527,886	147,353,395
Services Cost	3,410,477	2,574,929
Interest Cost	17,150,315	15,826,415
Payments of benefits	(6,373,484)	(6,233,297)
Benefits Obligations at the end of the period	207,715,194	159,521,442

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

Discount rate	37.80%	43.10%
Current interest rate	6.00%	6.00%
Salary growth rate	2%	2%

17. Trade accounts payable

	31.03.2016	31.12.2015
Non-Current		
Billings in advance	3,288,098	3,312,643
Total	3,288,098	3,312,643

	31.03.2016	31.12.2015
Current		
Suppliers	75,538,225	113,242,274
Other liabilites	38,937,768	31,125,563
Other related parties (Note 18)	9,805,703	8,406,916
Billings in advance	12,204,844	14,998,048
Total	136,486,540	167,772,801

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

As a part of a program instituted by the Argentine Government consisting in privatizing State-run companies, it created Transener on May 31, 1993 in order to hold and operate the transmission assets that make up Transener's network. Transener's privatization entailed the sale of Transener's majority shareholding through a public call for tenders as required by the Electricity Law. On July 16, 1993 Transener's majority shareholding was awarded to Citelec.

Citelec is the controlling shareholder, and owns 52.652% of Transener's outstanding share capital, 51% corresponds to Class A shares and the remaining participation corresponds to Class B shares (the latter are traded on the BCBA). The remaining 47.348% of the share capital is publicly held and is listed and traded on the BCBA.

The following is a brief description of Citelec's current shareholders and their respective shareholdings in Citelec:

- Transelec Argentina S.A., which own 50% of the share capital of Citelec, is a corporation (*sociedad anónima*) organized under the laws of Argentina, whose main business consists of investment and investment management activities. Transelec Argentina S.A. is controlled by Pampa Energia S.A., an Argentine corporation, that is controlled directly and indirectly by legal entities under common control with Grupo Emes S.A.
- Grupo Eling S.A., which own 25% of the share capital of Citelec, is an Argentine corporation (*sociedad anónima*).
- Energía Argentina S.A., which owns 25% of the share capital of Citelec, is an Argentine corporation (sociedad anónima) controlled by the Government through the Ministry of Federal Planning, Public Investment and Services under Law No. 25,943.

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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. In January 2012, Pampa Generación S.A. transferred its contract to Pampa Energía S.A. Electroingeniería S.A. gave noticed 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

	Three-month period ended	
	31.03.2016	**31.03.2015**
Fees for operating services		
*Pampa Energía S.A.	2,544,421	2,958,953
*Energía Argentina S.A.	1,272,211	1,479,477
*Grupo Eling S.A.	1,272,211	1,479,477

Other related parties

	Three-month period ended	
	31.03.2016	**31.03.2015**
Sales of assets and services rendered to Integración Eléctrica Sur Argentina S.A.	4,270,042	5,348,385
Sales of assets and services rendered to Electroingeniería S.A.	2,014,909	0
Sales of assets and services rendered to Yacylec S.A.	894,390	2,527,582
Sales of assets and services rendered to C.T.Loma de la Lata S.A.	594,448	645,544
Sales of assets and services rendered to Litsa S.A.	384,172	270,991
Sales of assets and services rendered to Transportadora de Gas del Sur S.A.	44,000	66,000
Sales of assets and services rendered to Central Piedra Buena S.A.	13,440	0

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

Companies Law No.19,550 – Sect. 33

Liabilities		
Trade accounts payable		
Pampa Energía S.A.	4,902,851	4,203,458
Grupo Eling S.A.	2,451,426	2,101,729
Energía Argentina S.A.	2,451,426	2,101,729
Total	9,805,703	8,406,916

(In Argentine Pesos, except as otherwise indicated)

Other related parties

Assets	**31.03.2016**	**31.12.2015**
Trade account receivables		
Integración Eléctrica Sur Argentina S.A.	27,070,159	21,903,408
Yacylec S.A.	6,469,550	5,387,338
Electroingeniería S.A.	2,440,055	0
CT. Loma de la Lata S.A.	475,328	1,513,486
Litsa S.A.	146,830	235,401
Transportadora de Gas del Sur S.A.	56,012	28,006
Total	36,657,934	29,067,639

19. Investment in Transener Internacional Ltda.

As of March 31, 2016, both receivables and the value of the equity interest of Transener S.A. in Transener Internacional Ltda. have been fully provided for due to the uncertainty as to their recovery.

20. Fourth Line of the Comahue-Buenos Aires electricity transmission system

On December 20, 2014 the fifteen-year Fee Period was fulfilled, initiating the exploitation period.

On August 5, 2015, through Resolution 272/2015, the ENRE determined: (i) the remuneration for the operation and maintenance of the Fourth Line from December 21, 2014, according to the transmission capacity values established by Resolution ENRE 328/2008, (ii) to instruct CAMMESA to take into consideration the facilities of the Fourth Line in determining credits for variations of costs, using tariff charges to be determined for Transener, in accordance with the Definitive Agreement, the Instrumental Agreement and the Renewal Agreement and (iii) the annual remuneration for electricity transmission in AR$ 19,3 million.

It is worth mentioning that the Addenda to the Renewal Agreement entered into on September 17, 2015 confirms that the operation and maintenance remuneration of the Fourth Line is adjusted by CVI as well as the rest of Transener's lines, in accordance with the Definitive Agreement and since the beginning of the of exploitation period.

Moreover, through Resolution 74/2015 the ENRE determined the adequacy of the fee for the period August 2014 to December 20th, 2014, which was requested by Transener on September 12, 2014. Based on that resolution, Transener registered in the result corresponding to the three-month period ended on March 31, 2015 the amount of $ 50.0 million due to retroactive adjustment fee for the period August 2014 to December 19, 2014, which has been fully collected.

21. Financing structure

21.1 Global program for the issuance of simple notes, non-convertible into shares, of medium term for US$ 300 million (or its equivalent in any other currency)

Transener has issued Series 1 and Series 2 Notes under de global program for the issuance of simple notes, non-convertible into shares, of medium term for US$ 300 million (or its equivalent in any other currency), authorized by the CNV Resolutions Nº 15,523 and 16,944 of November 30, 2006 and October 17, 2012.

Likewise, those notes have been authorized for listing in the BASE and in the Luxemburg Stock Exchange, in accordance with the authorizations opportunely issued by said entities, and for trading in the Mercado Abierto Electrónico S.A.

21.1.1 O.N. 2016 Clase 1

During 2006, Transener issued Series 1 Notes under the mentioned program. Series 1 Notes accrue an interest rate of 8.875% and are amortized in four equal payments on December 15, 2013, 2014, 2015 and 2016.

The remaining outstanding amount of the nominal Series 1 Notes as of March 31, 2016 was US$ 13,266,000 (See Notes 21.1.2. Refinancing of Series 1 Notes – 2021 Series 2 Notes).

21.1.2 Refinancing of Series 1 Notes – 2021 Series 2 Notes ("Refinancing 2011")

Due to the appropriate conditions in the international capital markets at the beginning of 2011 and that the partial amortization of the Series 1 Notes began in 2013, Transener decided to proceed to the refinancing of the mentioned notes with the main purpose of extending the debt maturity.

This process, which was initiated in April 2011, comprised a tender offer and an exchange offer of the Series 1 Notes. Up to the closing of said offers, approximately 65% had been validly tendered. This amount includes US$ 29,076,000 notes held by Transener and Transba.

Additionally and as part of the refinancing process, Transener called a Series 1 Noteholders' Meeting, in order to propose amendments to the Series 1 Notes and certain provisions of the First Supplemental Indenture to remove substantially all restrictive commitments and default events contained in such Notes terms and conditions. The Noteholders' Meetings were held on July 29 and on August 10, 2011, in which the Series 1 Notes holders approved the amendment proposed by Transener.

In order to finance the tender offer and the exchange offer, Series 2 Notes for the amount of US$ 53,100,000 were issued on August 2, 2011 and Series 2 Notes for the amount of US$ 47,435,000 were issued on August 11, 2011. Consequently, the principal amount of Series 2 Notes was US$ 100,535,000. These new notes due August 15, 2021, accrue interest at an annual interest rate of 9.75% and will be fully amortized at the maturity date.

As of March 31, 2016, the remaining balance of the Series 2 Notes, net of those hold by the Company amounted to US$ 98,535,000.

21.2 Global program for the issuance of simple notes, non-convertible into shares, for up to US$ 200 million (or its equivalent in any other currency)

On November 5, 2009, an Ordinary General Shareholders' Meeting decided the creation of a global program for the issuance of simple notes, non-convertible into shares, denominated in pesos or in any other currency, with ordinary, special, floating and/or any other guarantee, subordinated or not, for a maximum amount, which in any moment, can´t exceed $ 200 million (Pesos two hundred million) or its equivalent in other currencies. The Program has been authorized for public offering in accordance with Resolution No. 16,244 of December 17, 2009 issued by the CNV.

21.3 Restrictions in relation to 2016 Series 1 Notes

Transener and its Restricted Subsidiaries, according to the terms and conditions of the Refinancing 2006, were subject to the compliance of a series of restrictions. Some of these restrictions have been eliminated as a consequence of the Refinancing 2011 (See 21.1.2 Refinancing of Series 1 Notes – 2021 Series 2 Notes ("Refinancing 2011").

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21.4 Restrictions in relation to the Refinancing 2011

The Company and its Restricted Subsidiaries have to comply with the following restrictions, according to the refinancing terms, including among others:

i) Incurring or ensuring additional indebtedness;
ii) Paying dividends or making other distributions as regards either the redemption or repurchase of the Company's capital stock or indebtedness;
iii) Making other restricted payments, including investments;
iv) Placing liens or making sale & leaseback transactions;
v) Selling or otherwise disposing of assets, including the subsidiaries' capital stock;
vi) Entering into agreements that restrict the dividends of the subsidiaries;
vii) Carrying out transactions with affiliates; and
viii) Performing mergers or consolidation transactions.

As of March 31, 2016 there is not any default related to those restrictions.

22. Income 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.

	Three-month period ended	
	31.03.2016	**30.09.2014**
Results from operations attributable to the equity holders of the Company	(112,231,957)	18,207,639
Total	(112,231,957)	18,207,639
Ordinary shares average	444,673,795	444,673,795
Income per share attributable to the equity holders of the Company ($/Share)	(0.25)	0.04

23. Stored documentation

For the purposes of complying with CNV Resolution 629/14, the Company informs that the accounting and management documentation and information related to economic-financial operations is partially stored in the facilities of Iron Mountain SA, located at Av. Amancio Alcorta 2482, City of Buenos Aires and Custodia de Archivos SRL located at Gorriti 375, Rosario, Province of Santa Fe.

The detail of the documentation stored with third parties is available at Company Headquarters.

Free translation from the original prepared in Spanish for publication in Argentina

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

Notes to the Unaudited Condensed Interim Consolidated Statements

(In Argentine Pesos, except as otherwise indicated)

24. Foreign currency assets and liabilities

As of March 31, 2016 and December 31, 2015 the balances of foreign currency assets and liabilitiesare as follows:

Captions	March 31, 2016			December 31, 2015	
	Amount and class of foreign currency	Current exchange rate	Amount in local currency	Amount and class of foreign currency	Amount in local currency
			$		$
Assets					
Current assests					
Cash and banks	US$ 3,288,180	14.600	48,007,425	US$ 3,294,288	42,628,085
Cash and banks	R$ 197	4.106	809	R$ 197	649
Total current assets			48,008,234		42,628,734
Total assets			48,008,234		42,628,734
Liabilities					
Current liabilities					
Account payable	US$ 682,397	14.700	10,031,232	US$ 604,764	7,886,122
Account payable	€ 31,907	16.758	534,699	CHF 47,838	679,757
Account payable	CHF 8,193	15.202	124,548		0
Debt and other indebtedness	US$ 19,320,819	14.700	284,016,043	US$ 21,391,589	278,946,317
Total current liabilities			294,706,522		287,512,196
Non current liabilities					
Debt and other indebtedness	US$ 94,820,564	14.700	1,393,862,295	US$ 94,694,982	1,234,822,563
Total non current liabilities			1,393,862,295		1,234,822,563
Total liabilities			1,688,568,817		1,522,334,759

US$: United States Dollars
R$: Reales
€: Euros
CHF: Swiss franc

(In Argentine Pesos, except as otherwise indicated)

25. Previsions

As of March 31, 2016 and December 31, 2015 the balances of foreign currency assets and liabilities are as follows:

Captions	At the beginning of the year	Additions	Deductions	At the end of the year
	$			
Deducted from current assets				
Bad debtors	1,675,075	0	0	1,675,075
Other irrecoverable receivables (1)	1,510,777	0	0	1,510,777
Total at September 30, 2015	3,185,852	0	0	3,185,852
Total at December 31, 2014	1,977,274	1,208,578	0	3,185,852
Deducted from non-current assets				
Deferred tax assets	12,300,000	0	(1,400,000)	10,900,000
Total at September 30, 2015	12,300,000	0	(1,400,000)	10,900,000
Total at December 31, 2014	12,300,000	0	0	12,300,000
Included in current liabilities				
Labor lawsuits	20,073,039	0	0	20,073,040
Trade lawsuits	44,215,566	3,499,114	0	47,714,679
Total at September 30, 2015	64,288,605	3,499,114	0	67,787,719
Total at December 31, 2014	26,090,476	38,198,129	0	64,288,605

(1) See Note 19.