

QUARTERLY REPORT REGARDING THE ECONOMIC - FINANCIAL ACTIVITY OF CONPET S.A.

on March 31st, 2024

(period 01.01.2024 – 31.03.2024)

prepared in compliance with Art 125 of ASF Regulation no. 5/2018



e-mail: conpet@conpet.ro
www.conpet.ro

CONTENTS

1. Company presentation	3
1.1. Report and issuer identification data	3
1.2. Main activities	4
1.3. The company's mission, vision and values	4
1.4. Shareholding.....	4
1.5. Company Organization	5
1.6. Strategic development objectives.....	5
2. CONPET- EXECUTIVE SUMMARY	6
2.1. Operating Activity Indicators	6
2.2. Economic- financial Indicators	7
2.3. Investments.....	7
2.4. Company's Stock Market indicators.....	8
3. ANALYSIS OF THE COMPANY'S BUSINESS	8
3.1. Analysis of the operating activity.....	8
3.1.1. Regulation Framework.....	8
3.1.2. The crude oil, condensate and rich gas activity.....	8
3.1.3. Assessment of the operating activity.....	11
3.1.4. Company mergers and reorganizations, procurements and disposals of assets	13
3.1.5. Assessment of the Human Resources and Social Dialog activity	14
3.2. Achieved investments	17
3.3. Analysis of the financial business	19
3.3.1. Report grounds	20
3.3.2. Statement of the Financial Position.....	20
3.3.3. Profit and Loss Account.....	22
3.3.4. The main economic-financial indicators.....	26
3.3.5. Execution of the revenues and expenditure budget.....	28
3.3.6. Cash-flow.....	29

3.3.7. Affiliated parties	30
3.4 Other aspects.....	30
3.4.1. State of the lands not included in the share capital	30
3.4.2. Litigations.....	32
3.5. Analysis of the corporate activity	51
3.5.1. Capital Market Business	51
3.5.2. The Executive Management	54
3.5.3. Sponsorship activities concluded in the first 3 months 2024.....	55
3.5.4. The impact of the Russia - Ukraine conflict on the activity of the company CONPET SA	56
4. RELEVANT CORPORATE EVENTS IN THE FIRST 3 MONTHS OF 2024 AND UP TO THE DATE OF THE REPORT	56
5. PRESENTATION OF THE INTERIM FINANCIAL STATEMENTS.....	56

1. Company presentation

1.1. Report and issuer identification data

Quarterly report prepared in compliance with	The provisions of Article 69 of Law no. 24/2017 regarding the issuers of financial instruments and market operations, republished; Annex 13 of Regulation no. 5/10.05.2018 on the issuers of financial instruments and market operations;
Date of the report	15.05.2024
Company's name	CONPET S.A.
Registered Offices	No. 1-3 Anul 1848 Street, Ploiesti, Prahova County, Zip Code 100559,
Telephone/facsimile number	0244 401360/0244 516451
E-mail/Internet	conpet@conpet.ro / www.conpet.ro
Trade Identification Number at the Trade Register Office	1350020
Trade Registry Number	J29/6/22.01.1991
The regulated market trading the issued securities	Bucharest Stock Exchange, Premium category
Subscribed and entirely paid-up share capital	28,569,842.40 RON
Main features of the securities	8,657,528 shares with a nominal value of 3.3 RON/share
Total market value	760,130,958 RON (87.80 RON/share on 31.03.2024)
Applied accounting standard	International Accounting Standard no. 34 - „Interim Financial Reporting”
Auditing	The Interim Financial Statements concluded on 31.03.2024 have not been audited

1.2. Main activities

CONPET is a strategic company, part of the architecture of the national energy system, being the operator of the crude oil National Transport System via pipelines.

Since 2002, CONPET is the concessionaire of the operation of the crude oil, rich gas, condensate and ethane National Transport System, based on the oil Concession Agreement concluded with the National Agency for Mineral Resources, approved pursuant to GD no. 793/25.07.2002.

The Crude Oil, Rich Gas, Condensate and Ethane National Transport System (NTS) is being defined and regulated by the Petroleum Law no. 238/07.06.2004 and the Methodological Norms for the enforcement of the Petroleum Law, approved under GD no. 2075/2004 and is part of the state's public property, being of strategic importance.

1.3. The company's mission, vision and values

CONPET **mission** is the operation of the National Transport System via Pipelines under safety and efficient conditions, free access to the available capacity of the system to all solicitors, authorized legal persons, under equal conditions, in a non-discriminatory and transparent manner.

CONPET aims at:

- Operational effectiveness and safety;
- Performance optimization;
- Sustainable development of the company;
- Ongoing training, adaptability and qualitative increase;
- Social responsibility and respect for the environment.

Company's **Values**:

- Professionalism, effectiveness and performance;
- Ongoing training, adaptability and qualitative increase;
- Social responsibility and respect for the environment.

1.4. Shareholding

CONPET is a State-owned company, listed at the Bucharest Stock Exchange, under COTE symbol.

The synthetic structure of CONPET S.A. shareholding on March 31st, 2024 is as follows:

- 58.7162% - the Romanian State by the Ministry of Energy;
- 41.2838% - Other shareholders natural or legal persons.

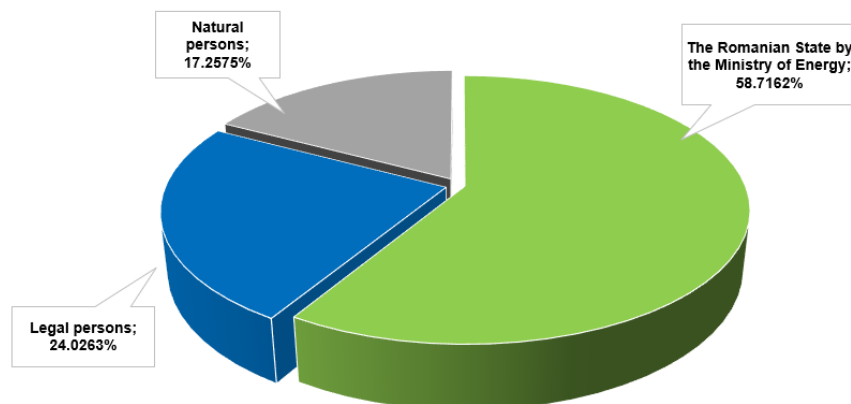


Chart 1 - CONPET S.A. Shareholding Structure on 31.03.2024

The share capital of CONPET on 31.03.2024 is of 28,569,842.40 RON and is divided into 8,657,528 nominative shares, each share with a nominal value of 3.3 RON/share.

CONPET SA has not performed transactions having as scope its own shares and, consequently, the company doesn't hold own shares.

1.5. Company Organization

The Company CONPET S.A. was established in 1990, based on the Government Decision no. 1213/1990 regarding the set-up of joint-stock companies in the industry, by taking-over the entire assets and liabilities of I.T.T.C. Ploiești, being the first company established in the oil industry in Romania.

Following the take-over of all assets and liabilities of I.T.T.C. Ploiești, CONPET has become the operator of the crude oil, rich gas, condensate and ethane National Transport System. The crude oil, rich gas, condensate and ethane National Transport System (NTS) is part of the State's public property and bears strategic importance. The NTS is being defined and regulated pursuant to the Oil Law no. 238/07.06.2004 and the Methodological Norms for the Application of the Oil Law, approved pursuant to G.D. no. 2075/2004.

CONPET supplies transport services for its clients via both the National Transport System, conceded under the Concession Agreement and by rail, from the loading ramps to the refineries, for the oil areas which are not connected to the major transport lines.

1.6. Strategic development objectives

The strategic objectives established and assumed by the administrators through the Administration Plan, for the period 2023-2027, were defined in close correlation with the strategic directions, vision and expectations of the tutelary authority.

The strategic objectives are:

- boost efficiency and improve the activity performance;
- develop new activities, related and non related to the core business;

- ensuring effective management in human resources management;
- selection of company directors based on criteria of professionalism and integrity;
- ensuring modern management by implementing and maintaining risk management, control, ethics, integrity and corporate governance processes;
- ensuring a balance between the dividend policy and the one regarding the provision of the necessary funds for the investment programs undertaken by the company for development and modernization.

2. CONPET- EXECUTIVE SUMMARY

2.1. Operating Activity Indicators

The evolution of the product volumes – crude oil, condensate and rich gas, transported via the National Transport System (NTS), during January - March 2024, vs. the Revenues and Expenditure Budget and the similar period of 2023, by transport subsystems, is presented below:

Achieved January - March 2024	Budget January - March 2024	Variation (%) Achieved/Budget	Indicators	Achieved January - March 2024	Achieved January - March 2023	Variation (%) Achieved 2024/2023
1,785	1,765	▲ 1.1%	Total transported quantities (thousand tons)	1,785	1,732	▲ 3.1%
133.4	132.5	▲ 0.7%	Total transport revenues (mRON)	133.4	127.2	▲ 4.9%

Table 1 - Evolution of the quantities transported during January - March 2024 as compared to Budget 2024 and the similar period in 2023

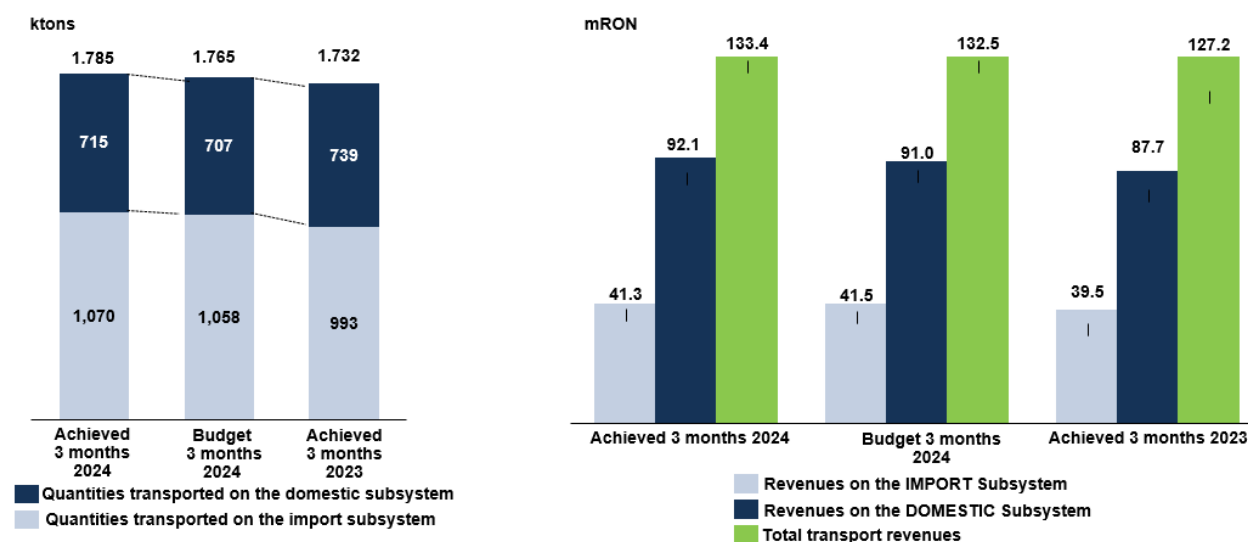


Chart 2 - Evolution of the quantities and revenues transported on the Domestic and Import subsystems

2.2. Economic- financial Indicators

The level of the main economic-financial Indicators of the company achieved in the first 3 months of 2024, as compared to the similar period of last year and to the Budget is as follows:

Indicators	January – March 2024			Achieved January-March 2023	Variation (%) Achieved 2024/2023
	Achieved	Budget	Variation (%) Achieved/Budget		
Turnover (thousand RON)	133,891	133,017	▲ 0.7%	127,739	▲ 4.8%
Operating Revenues (thousand RON)	156,682	147,589	▲ 6.2%	138,208	▲ 13.4%
Operating Expenses (thousand RON)	142,678	137,729	▲ 3.6%	118,793	▲ 20.1%
Operating Profit (EBIT) (thousand RON)	14,004	9,860	▲ 42.0%	19,415	▼ 27.9%
Operating profit margin (% Operating Revenues)	8.9%	6.7%	▲ 2.2 p.p.	14.0%	▼ 5.1p.p.
Value adjustments of fixed assets, less adjustments related to rights of use resulted from leasing contracts	19,818	17,915	▲ 10.6%	13,614	▲ 45.6%
EBITDA (thousand RON)	33,822	27,775	▲ 21.8%	33,029	▲ 2.4%
Total Revenues (thousand RON)	158,351	149,093	▲ 6.2%	140,184	▲ 13.0%
Total Expenses (thousand RON)	142,771	137,882	▲ 3.6%	118,870	▲ 20.1%
Gross profit (thousand RON)	15,580	11,211	▲ 39.0%	21,314	▼ 26.9%
Net profit (thousand RON)	12,960	8,823	▲ 46.9%	18,014	▼ 28.1%
Average number of employees (pers.)	1,418	1,432	▼ 1.0%	1,427	▼ 0.6%
Productivity (thousand RON/employee)	110	103	▲ 6.8%	97	▲ 14.4%

Table 2 - The main economic-financial Indicators achieved in the first 3 months 2024 vs Budget 2024 and the those achieved in the similar period in 2023

2.3. Investments

The investment projects of CONPET target, mainly, enhancing efficiency of the transport activity as well as the operation, under safe conditions, of the National Transport System.

During the three months period ended March 31st, 2024, there have been achieved investments in amount of 8,042 thousand RON.

The degree of achievement of the investments, as compared to program and the similar period in 2023, by ownership of assets, is as follows:

January – March 2024			Investments (thousand RON)	Achieved January-March 2024	Achieved January-March 2023	Degree of achievement 2024/2023
Achieved	Program	Degree of achievement				
8,042	17,153	46.9%	Total	8,042	39,589	20.3%

			investments, o/w:			
7,027	12,520	56.1%	Public domain	7,027	37,698	18.6%
1,015	4,633	21.9%	Operating domain	1,015	1,891	53.7%

Table 3 - Evolution of the investments achieved in the first 3 months 2024 as compared to the program and the similar period in 2023

2.4. Company’s Stock Market indicators

On 31.03.2024, CONPET S.A. had a market capitalization of 760.13 million RON, occupying the 33th position in “Top issuers by capitalization”.

Currently, CONPET S.A. is included in 9 indices of the total of 11 of the Bucharest Stock Exchange, namely BET, BET-TR, BET-XT, BET-XT-TR, BET-BK, BET-NG, BET *Plus*, BET - TRN and BET-XT-TRN. At the same time, starting March 21st, 2022, the shares of the company CONPET S.A. are part of the FTSE Global Micro Cap indices dedicated to emerging markets, and on 01.09.2023, following the quarterly revision of the indices, carried out by the global provider of MSCI indices, CONPET (COTE) is included in the MSCI Frontier IMI and MSCI Romania IMI (Investable Market Indices) indices.

Within the first three months of 2024, 3,140 stock market transactions have been recorded, with a traded volume of 159,993 shares, the total value of the transactions being of 13.68 million RON. During January – March 2024, the minimum trading price amounted to 81.80 RON/share and the maximum price of 88.60 RON/share. On average, have been traded 2,581 shares/day, the average value of a trading day amounting to 220,661 RON/day (62 days). During the review period, the closing price of CONPET S.A. shares has increased by 7.33%.

3. ANALYSIS OF THE COMPANY’S BUSINESS

3.1. Analysis of the operating activity

3.1.1. Regulation Framework

CONPET SA is the operator of the crude oil, rich gas, condensate and ethane National Transport System (NTS). The transport service is being supplied under the natural monopoly regime based on the tariff set by NAMR.

The NTS is being defined and regulated pursuant to the Oil Law no. 238/7.06.2004 and the Methodological Norms for the Application of the Oil Law, approved pursuant to GD no. 2075/2004.

3.1.2. The crude oil, condensate and rich gas activity

CONPET S.A. supplies transport services for its clients both via the NTS according to the Oil Concession Agreement of operating the National Transport System of crude oil, gasoline, condensate and ethane, as well as by rail, from the loading ramps to the refineries, for the oil areas not connected to the transport major pipelines.

The transported volume by products - crude oil, rich gas and condensate, programmed and achieved in the first three months of 2024, as compared to the same period of 2023 and the extent of usage of the transport capacities, is as follows:

Transport Subsystems	Indicators and products	January – March 2024	January – March 2023	Variation (%) 2024/2023
DOMESTIC	Domestic crude oil, condensate and light condensate			
	- programmed quantities (thousand tons)	703	744	▼ 5.5%
	- achieved quantities (thousand tons)	711	734	▼ 3.1%
	- degree of achievement	101.1%	98.7%	+2.4 p.p.
	- degree of use of the transport throughputs	46.6%	48.2%	-1.6 p.p.
	Rich gas			
	- programmed quantities (thousand tons)	3.6	2.9	▲ 24.1%
	- achieved quantities (thousand tons)	4.4	4.6	▼ 4.3%
	- degree of achievement	122.2%	158.6%	-36.4 p.p.
	- degree of use of the transport throughputs	24.7%	25.5%	-0.8 p.p.
	Total domestic subsystem			
	- programmed quantities (thousand tons)	707	747	▼ 5.4%
	- achieved quantities (thousand tons)	715	739	▼ 3.2%
	- degree of achievement	101.1%	98.9%	+2.2 p.p.
- degree of use of the transport throughputs	46.4%	47.9%	-1.5 p.p.	
IMPORT	crude oil			
	- programmed quantities (thousand tons)	1,058	932	▲ 13.5%
	- achieved quantities (thousand tons)	1,070	993	▲ 7.8%
	- degree of achievement	101.1%	106.6%	-5.5 p.p.
TOTAL	- programmed quantities (thousand tons)	1,765	1,679	▲ 5.1%
	- achieved quantities (thousand tons)	1,785	1,732	▲ 3.1%
	- degree of achievement	101.1%	103.2%	-2.1 p.p.
	- degree of use of the transport throughputs	39.4%	38.3%	+1.1 p.p.

Table 4 - Transported volumes by types of products and by transport subsystems during January-March 2024 as compared to Budget and the same period of 2023

Evolution of the volume transported on transport subsystems is presented, as follows:

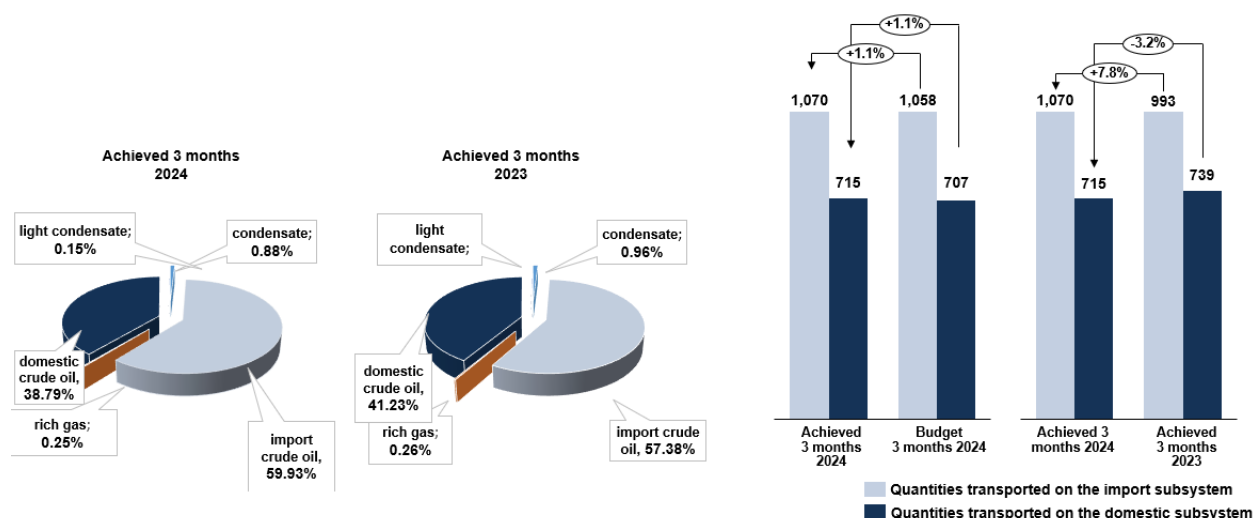


Chart 3 - Quantities transported on the transport subsystems

Within the first 3 months of the year have been transported 1,785 thousand tons of products, 53 thousand tons more than the same period of 2023.

Out of the total transported and delivered quantity of crude oil, condensate and rich gas domestic production, 239 thousand tons (33.4%) were transported by rail.

The transport services supplied by the company are addressed to a reduced number of clients, the crude oil quantities being closely related to the trade policy thereof.

The evolution of the technological consumption by products as compared to the values provided in the transport contracts (standardized consumption) is the following:

Products	January - March 2024			January - March 2023		
	Standard ized	Achieved	Variation	Standard ized	Achieved	Variation
Import crude oil	0.2501%	0.1886%	-0.06 p.p.	0.2529%	0.1851%	-0.07 p.p.
Domestic crude oil, condensate and light condensate	0.3677%	0.3590%	-0.01 p.p.	0.3674%	0.3409%	-0.03 p.p.
Rich gas	7.3830%	2.6830%	-4.70 p.p.	7.3830%	3.4420%	-3.94 p.p.

Table 5 - Evolution of the standardized technological consumption, as compared to the achieved in the first 3 months of 2024 as compared to the similar period in 2023

The technological consumptions recorded during transport were admitted within the limits, provided in the transport contracts.

Transport Tariffs

The tariffs for the supply of crude oil, rich gas, condensate and ethane are regulated and approved by the NAMR and are distinguished for each transport subsystem.

The tariffs applied for the import transport subsystem vary according to the installment of transported quantity, being practiced the bracketing tariff model and the refinery- the hand-over site.

In the reporting period, the following tariffs were applied:

➤ Tariffs from transport services on Domestic Subsystem

Period	Transport tariff (RON/ton)	Approved by NAMR Order no.
January 1 st , 2023 - December 31 st , 2023	117.95	364/2022
starting January 1 st , 2024	128.00	340/2023

Table 6 – Transport tariffs Domestic Subsystem

➤ Tariffs for transport services on the Import Subsystem

Period	Tranches	Ploiesti Basin (Petrobrazil and Petrotel Lukoil refineries)	Petromidia Refinery	Arpechim Refinery	Approved by NAMR Order no.
		thousand tons/month	RON/ton	RON/ton	
January 1 st , 2023 - December 31 st , 2023	no more than 80	51.60	20.73	52.25	364/2022
	80 -120	41.28	16.59	41.80	
	120 -160	30.96	12.44	31.35	
	over 160	23.22	9.33	23.51	
Starting 01.01.2024	no more than 80	39.85	26.50	55.00	340/2023
	80 -120	39.70	26.40	54.79	
	120 -160	39.55	26.30	54.59	
	over 160	39.40	26.20	54.38	

Table 7 – Transport tariffs import subsystem

The transport tariffs include a modernization quota meant exclusively for the financing of the investments related to the National Transport System.

Other activities

The revenues achieved from other activities stand for 0.4% of the company’s turnover and derive from leases of lands and telecommunication equipment, rail tank cars shunting services.

3.1.3. Assessment of the operating activity

In the table below is being presented the evolution of the transport services revenues, between January - March 2024, as compared to the same period of 2023 and the budgeted amounts.

Achieved January – March 2024	Budget January - March 2024	Variation (%) Achieved 2024/ Budget	Indicators (thousand RON)	Achieved January – March 2024	Achieved January – March 2023	Variation (%) Achieved 2024/2023
91,169	90,262	▲ 1.0%	Revenues from transport services Domestic Subsystem	91,169	86,947	▲ 4.9%
40,337	41,204	▼ 2.1%	Revenues from transport services Import Subsystem	40,337	38,757	▲ 4.1%
131,506	131,466	▲ 0.03%	Total Transport Revenues*)	131,506	125,704	▲ 4.6%
1,879	1,023	▲ 83.7%	Revenues from other operations related to transport by the NTS	1,879	1,488	▲ 26.3%
133,385	132,489	▲ 0.7%	Total general transport revenues	133,385	127,192	▲ 4.9%

Table 8 - Statement of the transport revenues

*) revenues related to transported quantities for which tariffs regulated by NAMR are applied

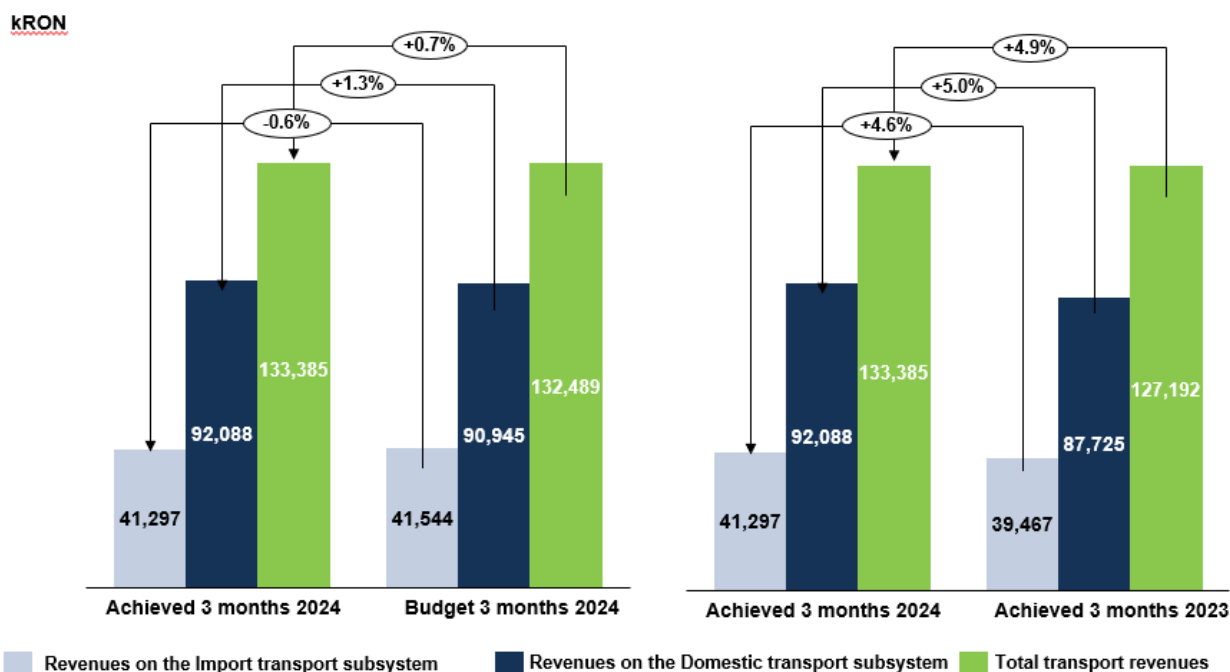


Chart 4 - Evolution of transport revenues by subsystems

The transport revenues also include services supplies coming from the crude oil transport by road tankers and from the use of insulated tanks for transport (0.3%).

The revenues achieved from the quantities transported between January and March 2024 have increased compared to the same period of 2023, the increase being supported by the transport volume on the Import subsystem and the higher tariffs applied in 2024.

The total value of the transport services invoiced to the beneficiaries, less VAT, in the first 3 months of 2024 amounts to 133,385 thousand RON (3 months 2023: 127,192 thousand RON).

The income statement for each client is the following:

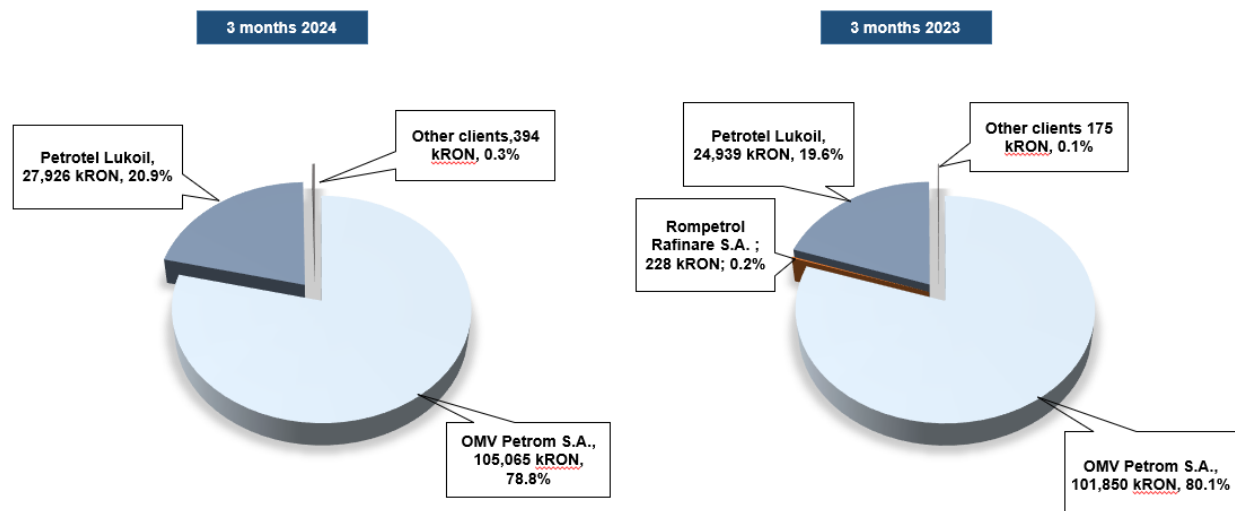


Chart 5 - Evolution of transport revenues by beneficiaries achieved 3 months 2024 as compared to 3 months 2023

The procurement activity

The procurement activity performed in compliance with the provisions of the Internal Procurement Norms of CONPET S.A

During January – March 2024, have been initiated 32 procurement procedures requested by the Company’s entities and have been concluded 15 contracts in total amount of 5,172 thousand RON and 502 thousand Euro.

At the end of March, 28 procurements were in progress, with a total estimated value of 14,313 kRON and 155 kEuro.

According to EGMS Resolution 3/23.10.2014, in Annex no.4 we present the situation of service procurement contracts with values higher than 100,000 Euro, concluded between 01.01.2024 - 31.03.2024. Between 01.01.2024 – 31.03.2024, no contracts were concluded for the purchase of works or products with values higher than 500,000 Euro.

3.1.4. Company mergers and reorganizations, procurements and disposals of assets

During 2024Q1 no mergers have been carried out and no procurements have been made or alienations of tangible assets consisting of buildings and lands.

The company performs procurement of tangible and intangible assets as per the investments program and the revenues and expenditure budget for 2024, these being meant for the development and modernization of the activity.

The company has no open subsidiaries in Romania or abroad.

3.1.5. Assessment of the Human Resources and Social Dialog activity

The effective number of employees on March 31st, 2024 was of 1,448 persons.

Following the voluntary, or triggered to other causes personnel termination, the effective number of employees on March 31st, 2024 decreased by 7 persons as compared to March 31st, 2023.

The personnel structure according to the level of studies and gender, at March 31st, 2024 is presented in the table below:

Studies	Total	% in total employees	Women	% in total employees	Men	% in total employees
General education (8 -10 grades)	88	6.1%	8	0.6%	80	5.5%
Secondary education	801	55.3%	72	5.0%	729	50.4%
Higher education	559	38.6%	208	14.3%	351	24.2%
Total	1,448	100%	288	19.9%	1,160	80.1%

Table 9 - Personnel structure by level of education and gender

In terms of level of education, the highest share is for the employees who have secondary and higher education.

On 31.03.2024 the structure of employees by categories was the following:

- Directly productive 536 employees.
- Technically productive 324 employees;
- Administrative 254 employees;
- Indirectly productive 209 employees;
- General service 125 employees.

The employees of the company, at a rate of 98.5%, are members of the Free Union of Conpet.

During January - March 2024, there have been no elements of a conflicting nature between employees and the management of the company.

The Personnel Risk and the Waging System

On March 31st, 2024 the personnel chart by is not balanced, the age group ranging 51-60 years has the highest percentage (53.1%) and is followed by the age group ranging 41-50 years (25.4%) and 31 - 40 (11.5%).

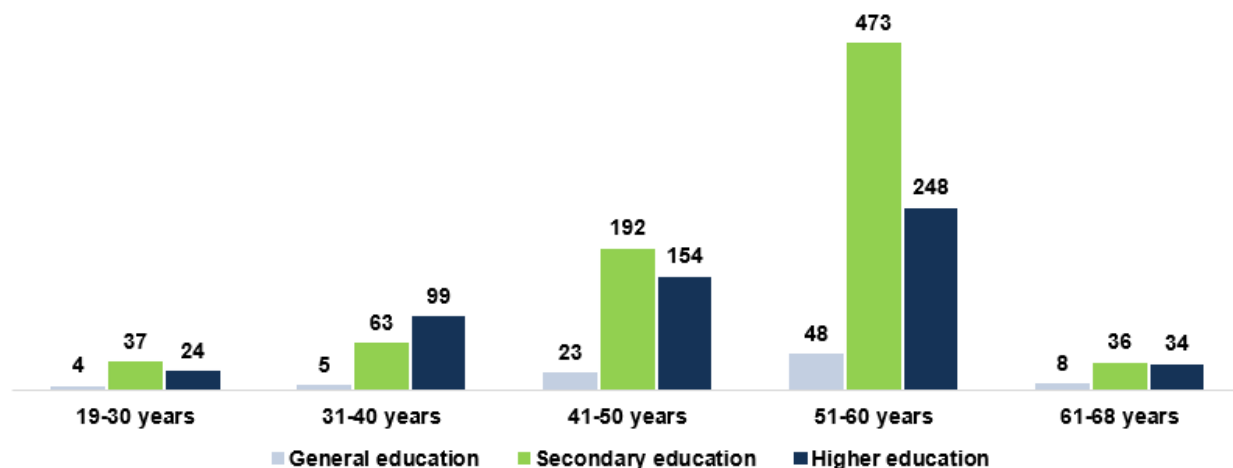


Chart 6 - Personnel chart by studies and age groups on March 31st,2024

The average age of the company’s personnel is high enough (49.8 years old), the advantage it brings is the work experience accumulated by the employees within the company, which indicates stability and professionalism. The average age of the personnel employed in the last two years is 41.6 years, with an average work experience of 16.3 years.

However, the risk of personnel in the future is represented by the company’s future effort to deal with personnel shortages due to employees’ termination when reaching the retirement age.

It should be noted that the age group of 41-50 years is relatively well represented by the echelon of employees who will reach the standard retirement age in at least 15 years, and 66 % of this echelon has a seniority in the company of more than 10 years.

In this regard, the immediate needs for filling vacancies shall be carefully monitored in relation to the needs required by organizational entities, the complexity and diversity of activities, the professional skills required, as well as the responsibilities associated with the positions.

Human resources management in accordance with internal needs

CONPET S.A.’s management pays special attention to the process of optimal sizing of the resources necessary to achieve the established objectives, by applying managerial measures, in order to reduce expenses, which achieves, besides the economic effects, the optimization and adaptation of functional structures in accordance with the current needs of the company, by permanently ensuring a balance between the number of personnel and the real technical-economic needs and administrative of the company.

In this context, in February 2024, a new analysis was started at the level of departments and departments to resize the need for human resources in accordance with the needs of the company, in order to reorganize the activity and streamline work, leading to increased profitability through the use with maximum efficiency of human and financial resources, through the efficient use of employees' working time.

The analysis aimed at:

- identification of the correlation between the number of positions and the work volume;

- the degree of work load, as well as of the interaction of the activities performed between the occupants of the positions;
- the total use, by the job occupants, of working time related to the performance of tasks;
- the possibility that the duties of certain employees be taken over by the other employees within the same unit, by the observance of the legal provisions regarding the work time;
- the possibility that some employees exercise the job duties in more work sites with reduced activity, necessary to maintain a full job employee.

Following this analysis process, positions that are no longer needed were identified, and by decision of the Board of Directors it was approved the dissolution of a number of 29 positions starting with 01.03.2024.

The Collective Labor Agreement

The Collective Labor Agreement concluded in June 2022 is valid for 2 years starting with 07.06.2022. In the application of the approved Collective Labor Agreement, 4 protocols were concluded in the first quarter of 2024.

The Activity of Professional Training and Authorization

In order to maintain and/or develop specific skills and basic abilities of the human capital, the training activities are carried out on an ongoing and planned basis, based on the professional training and authorization programs of the company, as a result of the conduct of a comprehensive process of identification and priorities setting of the CONPET SA staff training needs.

Training of the company’s personnel is achieved mainly through participation in external courses, organized in collaboration with certified trainers for all fields of activity within the company. Also, training is conducted internally by trainers and/or experts of the company, with a good knowledge and experience relevant to the activity of the company. They support professional training sessions/ with the aim of updating job-specific knowledge and skills, as well as examining or checking the employees participating in the respective sessions.

The elaboration of the annual training/professional authorization programs was carried out after analyzing the requests identified at the level of the organizational entities and in compliance with the operational procedure regarding "Training and professional authorizations".

Based on the authorization and vocational training programs, as well as on the requests by the heads of organizational entities or employees with responsibilities in specific fields of activity, concerning the need for and motivation for employee participation in vocational training and authorization programs, as well as following further examination of the requests by the Office for personal training, the following activities were carried out:

Crt. no.	Type of training and professional authorization 2024 Q1	Participant employees
1.	Various fields authorizations (specific of activity)	40
2.	Railway authorizations	59
3.	Training	92
4.	Internal authorizations	228

5. Qualifications/internal authorizations	455
Total	874

Table 10 - Structure of Professional Training and Authorization

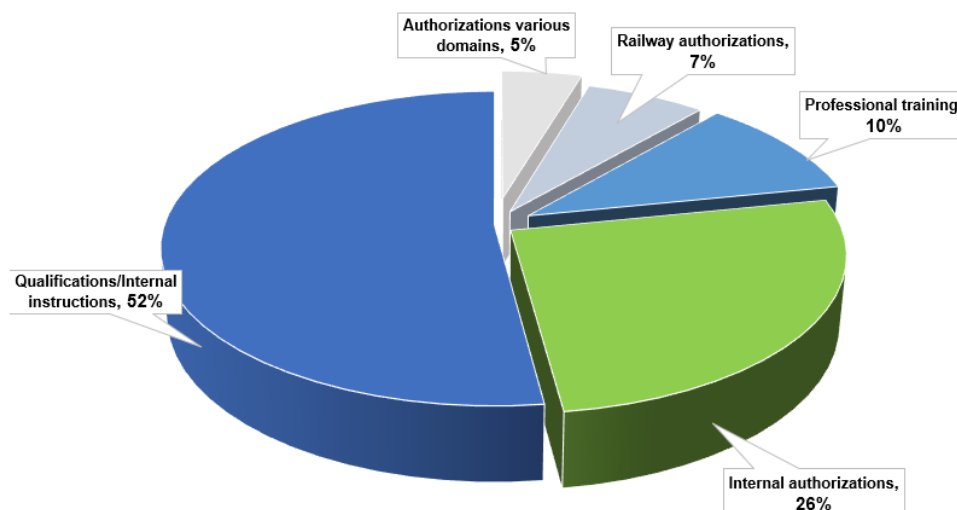


Chart 7 - Courses of professional training and authorization

The training and professional authorization activities of employees of the company for the first three months 2024 were carried out with the approved revenue and expenditure budget.

The assessment of the professional performance of the employees

The action for assessing the professional performance of employees for the activity carried out in 2023 took place in 2024Q1, in accordance with the Regulation for assessment the performance of the employees.

The results of the personnel evaluation and the degree of achievement of the individual SMART performance objectives of the employees with management positions will be included in an employee performance evaluation report that will be presented to the Director General.

3.2. Achieved investments

The investment projects within CONPET SA mainly target the increase of the efficiency of the transport activity.

From the modernization quota, CONPET finances investments provided in the rehabilitation, modernization and development programs, agreed with the National Agency for Mineral Resources, according to the “Petroleum concession agreement for the operation of the national transport system of crude oil, rich gas, condensate and ethane, including the main pipelines and the ancillary installations, endowments and facilities”.

During January - March 2024, have been achieved investments amounting 8,042 thousand RON, as compared to a program of 17,153 thousand RON.

The value of the investment objectives achieved in the first 3 months 2024, on assets belonging, as compared to the program and the same period of 2023, is as follows:

Investments (thousand RON)	Budget YEAR 2024	Achieved January – March 2024	Program January – March 2024	Achieved January – March 2023	Degree of achievement %	
					Achieved/ programme d	2024/2023
Total investments, o/w:	85,000	8,042	17,153	39,589	46.9%	20.3%
Public domain	65,000	7,027	12,520	37,698	56.1%	18.6%
Operating domain	20,000	1,015	4,633	1,891	21.9%	53.7%

Table 11 - Investments achieved in the first 3 months of 2024 as compared to Budget 2024 and the similar period in 2023

The investments achieved in the 3 months period 2024, as compared to the program and the same period of the previous year, on financing sources, are being presented in the chart below:

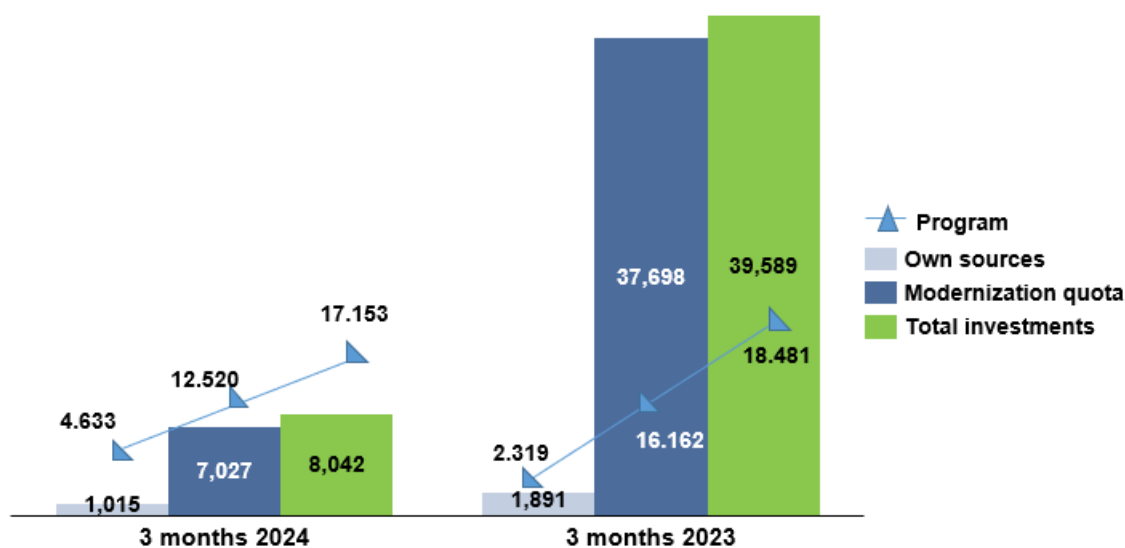


Chart 8 - Investments achieved by financing sources

The failure to achieve the investments at the level provided in the Investment Program was due to the following causes:

- Conditioning the access for the execution of works in relation to the payment of unjustifiably large amounts, by owners of land crossed by pipelines. There have been situations in which the owners conditioned the access for the execution of works to the existing pipeline on the payment of amounts exceeding even the sale prices of the land or even categorically refused to conclude the agreement, making it impossible for our company to carry out works in these areas;
- Difficulties in the supply of materials (pipe);
- Delays in the delivery of new components.

The main investment objectives completed and commissioned during January – March 2024:

- Upgrade of Mislea station;

- Modernization of pumping station Potlogi.

The commissioning achieved between January - March 2024 amounted to 8,077 thousand RON.

The main ongoing investment objects on March 31st, 2024:

I. PUBLIC DOMAIN

In the first 3 months 2024 have been achieved investments in the public domain amounting to 7,027 thousand RON, representing 56.1% of the program for this period and 10.8% of the annual program, as follows:

- Replacement of pipeline Ø 20" Constanța - C1 - 8 sections;
- Crude oil storage Berca village;
- Modernization and monitoring of the cathodic protection system related to the domestic and import NTS;
- Modernization of pumping station Ochiuri;
- Upgrade of Moreni station;
- Modernization of Slobozia crude oil station;
- Biled Fire Prevention and Security tank;
- Buffer tank Independenta;
- System related to the tele-transmission and tele-management of the power consumptions in CONPET S.A. locations;
- installation and initial metrological verification of four measuring skids in Petrobrazi P3, Poiana Lacului, Videle and Otesti locations;
- Extension of SCADA system - 4 ramps and 5 stations;
- Rehabilitation of the pump hall C+D+E Călăreți station and Rehabilitation of the building related to connections 6 kV, electrical distributors 6/ 0.4 kV A+B Local Dispatch, electrical distributors CDE, Călăreți station.

II. OPERATOR FIELD

In the first 3 months 2024 have been achieved investments in the operator domain amounting to 1,015 thousand RON, representing 21.9% of the program for this period and 5.1% of the annual program, as follows:

- Transformation of the LDH 92 53 0850 130 - 1;
- Replacement of pipeline section Ø 6⁵/₈" Warehouse Petrom Orzoaia de Sus – Urlați crude oil station, having about 1,600 m in length.

3.3. Analysis of the financial business

The financial information presented in this report have been supplied based on the interim financial statements for the three months period ended March 31st, 2024, prepared in compliance with the International Accounting Standard no. 34 - „Interim Financial Reporting”.

3.3.1. Report grounds

The quarterly report of the Board of Directors for the period January - March 2024 is prepared in compliance with the provisions of Article 69 of Law no. 24/2017 regarding the issuers of financial instruments and market operations, republished and Annex 13 of ASF Regulation no.5/2018 regarding issuers and securities operations;

3.3.2. Statement of the Financial Standing

In summary, the statement of the Financial Standing on March 31st, 2024 is the following:

Name of the element (thousand RON)	March 31, 2024 (unaudited)	December 31, 2023 (audited)	Variation (%) 2024/2023
Intangible assets	667,376	678,913	▼ 1.7%
Current assets	195,974	167,941	▲ 16.7%
Total Assets	863,350	846,854	▲ 1.9%
Equities	744,572	730,295	▲ 2.0%
Total liabilities	118,778	116,559	▲ 1.9%
Total equity and liabilities	863,350	846,854	▲ 1.9%

Table 12 - Synthesis of the company's financial standing at 31.03.2024 as compared to 31.12.2023

The extended version of the financial standing on March 31, 2024 is presented in Annex no. 1.

The total assets increased by 1.9% (16,496 thousand RON) as compared to the level recorded on December 31st, 2023 due to the increase of the current assets.

The intangible assets recorded a decrease by 1.7% as compared to December 31st, 2023, generated by input of fixed assets by procurement in a value lower than the amortization registered in the first 3 months of 2024.

Fixed assets entrants are investments made for the development and modernization of the National Transport System and ensuring the realization of safe transport operations.

The current assets increased by 16.7% (28,033 thousand RON), from 167,941 thousand RON, level achieved at the end of 2023, to 195,974 thousand RON, value registered on March 31st, 2024. The increase of the current assets was mainly generated by the increase of cash and cash equivalents.

On 31.03.2024, the cash and cash equivalents are higher by 23.3% (25,144 thousand RON) from 107,742 thousand RON to 132,886 thousand RON.

The cash availability of the modernization quota existing in bank accounts on 31.03.2024, were of 32,470 thousand RON, by 429 thousand RON more than 31.12.2023 (32,041 thousand RON). The cash representing the modernization quota has a special use regime, this being destined exclusively to the financing of the modernization works and development of the goods belonging to the public domain.

The equities increased by 2.0% (14,277 thousand RON) as compared to December 31, 2023

reaching 744,572 thousand RON.

The equity increase was mainly achieved from the profit registration within the first three months in amount of 12,960 thousand RON and from the net increase of the reserve representing modernization quota, by 1,317 thousand RON.

The total liabilities increased by 2,219 thousand RON on March 31st, 2024 as compared to the value on December 31st, 2023 due to the increase in current debts.

On March 31st, 2024 and December 31st, 2023, the trade liabilities and other liabilities, including liabilities to the employees, provisions and deferred tax, look as follows:

Debts (thousand RON)	December 31, 2023	March 31 2024	Maturity date for the balance on March 31, 2024		
			Under 1 year	1-5 years	Over 5 years
Trade liabilities	33,092	22,517	22,517	-	-
Liabilities to the employees	39,908	44,949	18,404	2,535	24,010
Other liabilities	33,365	40,817	37,645	2,407	765
Total	106,365	108,283	78,566	4,942	24,775

Table 13 - Statement of liabilities on March 31, 2024 vs. December 31, 2023

The company Conpet S.A. does not register outstanding payments.

The trade liabilities related to the purchases of goods and services intended for operating activities have a weight of 71.7% in total commercial debts, and those representing purchases of fixed assets have a weight of 28.3%.

The debts to employees, in balance on the date of 31.03.2024, also include the future debts for the benefits granted to employees on retirement or death, for the employees share of profit, for the untaken leaves of the employees, debts that are recognized as provisions.

Other debts, representing social and health contributions, debts to the state budget and other debts, on due terms, are presented as follows:

Debts (thousand RON)	December 31, 2023	March 31 2024	Maturity date for the balance on March 31, 2024		
			Under 1 year	1-5 years	Over 5 years
Salaries contributions	6,222	5,597	5,597	-	-
Current corporate tax	1,808	5,306	5,306	-	-
Royalty due to the State Budget	10,271	11,918	11,918	-	-
VAT payable	4,111	6,576	6,576	-	-
Other interests and debts – State Budget	1,221	1,123	1,123	-	-
Payable Dividends	5,444	5,394	5,394	-	-
Leasing related liabilities	3,347	4,166	1,598	2,071	497
Accrued revenues	696	675	82	325	268
Other liabilities	245	62	51	11	-
Total	33,365	40,817	37,645	2,407	765

Table 14 - Statement of Other liabilities, here included the fiscal debts and social insurances related debts

On 31.03.2024, leasing liabilities comprise recognized rights of use for leases and concessions of land, buildings and wagons.

The liabilities related to the rights of use recognized for the lease and concession contracts of some lands, buildings and wagons have been assessed at the value of rent fees/royalties along the remaining contractual period, discounted with the credit rate for real estate loans.

The statement of debts to employees on maturity terms reveals the following:

Debts (thousand RON)	December 31, 2023	March 31 2024	Maturity date for the balance on December 31, 2024		
			Under 1 year	Over 1 year	Over 5 years
Salaries and assimilated debts	7,140	6,989	6,989	-	-
Liabilities for benefits granted on retirement	22,090	23,147	939	2,457	19,751
Debts for benefits granted in case of death	4,156	4,427	90	78	4,259
Liabilities for the employees share of profit	6,003	7,103	7,103	-	-
Liabilities for untaken leaves	519	3,283	3,283	-	-
Total	39,908	44,949	18,404	2,535	24,010

Table 15 - Employee debt situation, depending on the due date

At the end of Quarter I 2024 the Company comprises, at this chapter, mainly salaries and assimilated debts, as well as future debts for benefits granted on retirement or death, for untaken leaves and employees share of profit, recognized as provisions.

The company did not use bank loans and has no debts towards bank institutions.

3.3.3. Profit and Loss Account

Within the 3 months period ended March 31st, 2024, CONPET S.A. obtained a net profit of 12,960 thousand RON, lower by 5,054 thousand RON as compared to the first 3 months 2023 (18,014 thousand RON).

The financial results achieved in the period January - March 2024, as compared to the Budget and the achievements of the Period similar to 2023 are the followings:

Indicators (thousand RON)	Achieved January – March 2024	Budget January – March 2024	Achieved January – March 2023	Variation%	
				Achieved /Budget 2024	Achieved 2024/ 2023
Turnover	133,891	133,017	127,739	▲ 0.7%	▲ 4.8%
Operating Revenues	156,682	147,589	138,208	▲ 6.2%	▲ 13.4%
Operating Expenses	142,678	137,729	118,793	▲ 3.6%	▲ 20.1%
Operating Profit (EBIT)	14,004	9,860	19,415	▲ 42.0%	▼ 27.9%
Value adjustments of fixed assets, less adjustments related	19,818	17,915	13,614	▲ 10.6%	▲ 45.6%

Indicators (thousand RON)	Achieved January – March 2024	Budget January – March 2024	Achieved January – March 2023	Variation%	
				Achieved /Budget 2024	Achieved 2024/ 2023
to rights of use resulted from leasing contracts					
EBITDA	33,822	27,775	33,029	▲ 21.8 %	▲ 2.4%
Financial revenues	1,669	1,504	1,976	▲ 11.0%	▼ 15.5%
Financial Expenses	93	153	77	▼ 39.2%	▲ 20.8%
Financial profit	1,576	1,351	1,899	▲ 16.7%	▼ 17.0%
Total revenues	158,351	149,093	140,184	▲ 6.2%	▲ 13.0%
Total expenses	142,771	137,882	118,870	▲ 3.6%	▲ 20.1%
Gross Profit	15,580	11,211	21,314	▲ 39.0%	▼ 26.9%
Net Profit	12,960	8,823	18,014	▲ 46.9%	▼ 28.1%

Table 16 - The main economic indicators achieved in the first 3 months 2024 as compared to Budget 2024 and the similar period in 2023

Evolution of the financial results during January - March 2024, as compared to the same period of the year 2023 is represented in the chart below:

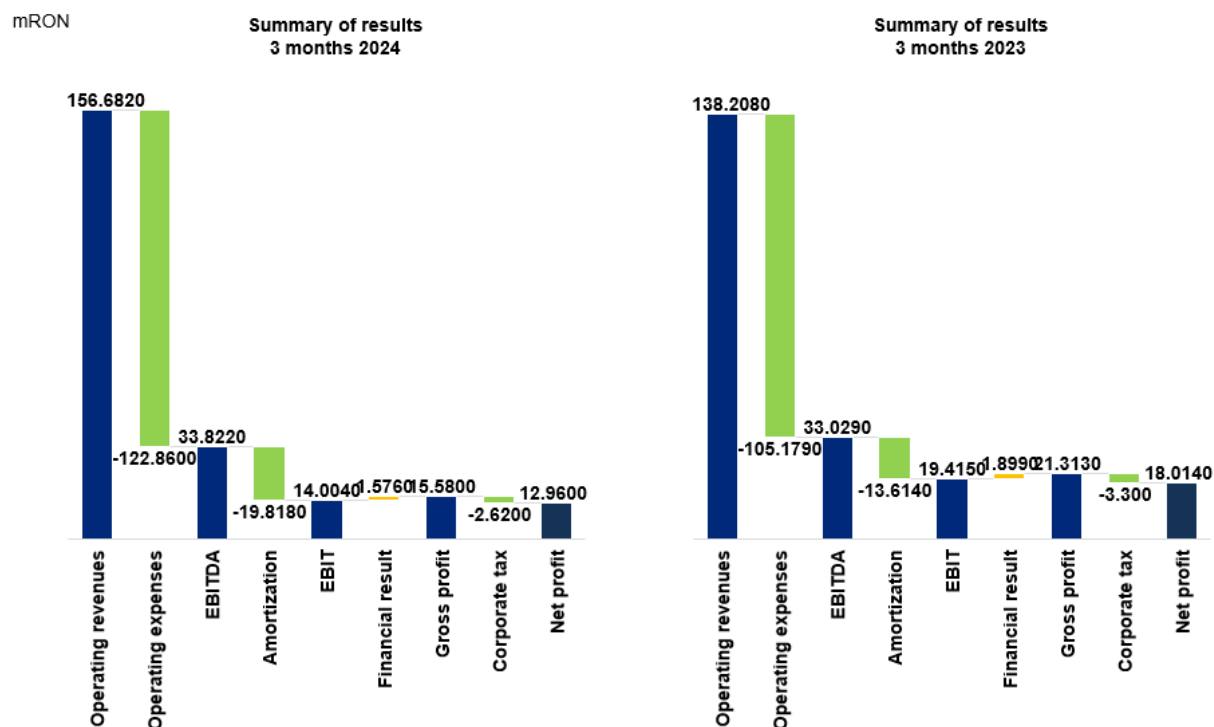


Chart 9 - Synthesis of the financial results achieved within the first 3 months 2024 as compared to the same period of 2023

Operating Revenues

The total revenues of the operating activity within the first three months of 2024, as compared to Budget and YoY, is the following:

Achieved January - March 2024	Budget January - March 2024	Variation (%) Achieved/Budget	Indicators (thousand RON)	Achieved January - March 2024	Achieved January - March 2023	Variation (%) 2024/2023
Transport services based on tariffs approved by NAMR order - Domestic Subsystem						
712	705	▲ 1.0%	thousand tons	712	737	▼ 3.4%
91,169	90,262	▲ 1.0%	thousand Ron	91,169	86,947	▲ 4.9%
Transport services based on tariffs approved by NAMR order - Import Subsystem						
1,014	1,038	▼ 2.3%	thousand tons	1,014	929	▲ 9.1%
40,337	41,204	▼ 2.1%	thousand Ron	40,337	38,757	▲ 4.1%
Total quantities and revenues from transport services based on tariffs approved by NAMR order						
1,726	1,743	▼ 1.0%	thousand tons	1,726	1,666	▲ 3.6%
131,506	131,466	▲ 0.03%	thousand Ron	131,506	125,704	▲ 4.6%
Other types of operations related to the N.T.S.						
59	22	▲ 168.2%	thousand tons	59	66	▼ 10.6%
1,879	1,023	▲ 83.7%	thousand Ron	1,879	1,488	▲ 26.3%
Total general crude oil, rich gas and condensate transport activity						
1,785	1,765	▲ 1.1%	thousand tons	1,785	1,732	▲ 3.1%
133,385	132,489	▲ 0.7%	thousand Ron	133,385	127,192	▲ 4.9%
484	500	▼ 3.2%	Revenues from rents	484	524	▼ 7.6%
22	28	▼ 21.4%	Other Turnover Revenues	22	23	▼ 4.3%
133,891	133,017	▲ 0.7%	Turnover	133,891	127,739	▲ 4.8%
14,618	14,365	▲ 1.8%	Write-back to revenues of reserve constituted based on the expenses with the modernization quota	14,618	10,143	▲ 44.1%
8,173	207	▲ 3,848.3%	Other revenues	8,173	326	▲ 2,407.1%
22,791	14,572	▲ 56.4%	Total other operating revenues	22,791	10,469	▲ 117.7%
156,682	147,589	▲ 6.2%	Total Operating Expenses	156,682	138,208	▲ 13.4%

Table 17 - Statement of the operating revenues

The turnover of the company is 99.6% achieved from the transport revenues; the 0.4% remaining percentage represents revenues from lease of land and telecommunications equipment, rail shunting, etc.

The revenues representing the modernization quota hold 64.1% of other operating revenues, registering an increase by 44.1% in the first three months of the year 2024 as compared to the same period of the year 2023 due to the fixed assets amortization financed out of the quota.

On a monthly basis, the reserve related to the modernization quota at the level of depreciation of fixed assets financed from this source is written - back.

The category "Other income" mainly includes the amounts to be recovered (debits) established by final court decisions in forced execution (7,959 thousand RON). For these debits, depreciation adjustments amounting to 100% of the debit value were recorded.

The operating expenses achieved during January - March 2024, as compared to the same

period of the previous year and the budgeted provisions look as follows:

Achieved January - March 2024	Budget January - March 2024	Variation (%) Achieved/ Budget	Indicators (thousand RON)	Achieved January - March 2024	Achieved January - March 2023	Variation (%) 2024/2023
1,227	1,575	▼ 22.1%	Material expenses, out of which:	1,227	1,904	▼ 35.6%
645	907	▼ 28.9%	- expenses with consumables	645	1,155	▼ 44.2%
473	547	▼ 13.5%	- fuel expenses	473	542	▼ 12.7%
5,509	7,206	▼ 23.5%	Other external expenses (with energy and water)	5,509	7,359	▼ 25.1%
49,620	50,641	▼ 2.0%	Personnel Expenses	49,620	45,700	▲ 8.6%
19,818	17,915	▲ 10.6%	Value adjustments of fixed assets, less adjustments related to rights of use resulted from leasing contracts	19,818	13,614	▲ 45.6%
529	769	▼ 31.2%	Value adjustments on rights of use resulted from leasing contracts	529	509	▲ 3.9%
34,969	35,616	▼ 1.8%	Expenses with external services, out of which:	34,969	28,497	▲ 22.7%
695	683	▲ 1.8%	- maintenance (maintenance, current repairs)	695	370	▲ 87.8%
18,991	18,925	▲ 0.4%	- expenses with crude oil transport by railway	18,991	14,962	▲ 26.9%
249	341	▼ 27.0%	- expenses with decontamination works	249	121	▲ 105.8%
11,918	11,788	▲ 1.1%	- oil royalty	11,918	9,873	▲ 20.7%
3,116	3,879	▼ 19.7%	- other services performed by third parties	3,116	3,171	▼ 1.7%
14,222	6,321	▲ 125.0%	Provisions and value adjustments on current assets	14,222	4,837	▲ 194.0%
18	-	-	Loss from disposal of assets	18	-	-
16,766	17,686	▼ 5.2%	Other operating expenses, out of which:	16,766	16,373	▲ 2.4%
15,935	16,482	▼ 3.3%	- modernization quota expenses	15,935	15,380	▲ 3.6%
142,678	137,729	▲ 3.6%	Total operating expenses	142,678	118,793	▲ 20.1%

Table 18 - Statement of the operating expenses

The operation expenses achieved in Q1 2024 increased by 20.1% as compared to 2023, from 118,793 thousand RON to 142,678 thousand RON.

The increase in operating expenses was mainly driven by higher personnel expenses, expenses for crude oil transport by rail, value adjustments on current assets and value adjustments for fixed assets (amortization).

Adjustments for impairment of other receivables are recorded for debits related to legal files pending in court and debits recorded in the accounts based on final judgments obtained in court, subject to enforcement, as well as fines paid and under appeal. On March 31st, 2024 the value of these impairments amounts to 9,532 kRON.

The operating profit achieved in 2024 Q1, in amount of 14,004 thousand RON, decreased by 5,411 thousand RON as compared to 2023 and increased by 4,144 thousand RON as compared to the budget provisions.

The financial revenues decreased by 15.5%, within the first three months of 2024, as compared to the same period of 2023, due to decrease of interest rates offered by banks for maturity deposits.

The financial expenses have increased by 20.8% during the analyzed period, nevertheless maintaining at a low level as compared to the revenues.

Due to this evolution, **the net financial result** is lower by 323 thousand RON (17.0%) as compared to the same period of 2023 and higher by 225 thousand RON (16.7%) as compared to the one provided in the Budget.

The gross profit recorded a decrease by 5,734 thousand RON (26.9%) and **the net profit** lowered by 5,054 thousand RON (28.1%) as compared to the first three months of 2023. As compared to budget, the gross profit is higher by 4,369 thousand RON and the net profit exceeds the value planned by 4,137 thousand RON.

The statement of the profit and loss account for the three months period ended March 31st, 2024 is presented in detail in Annex no. 2.

3.3.4. The main economic-financial indicators

Name of the indicators	Calculation formula	Achieved January - March 2024	Achieved January - March 2023	Variation
				(%) 2024/2023
Profitability indicators				
Gross sales margin	EBIT (operating profit)	10.5%	15.2%	▼ 4.7 p.p.
	Turnover			
Operating profit margin	EBIT (operating profit)	8.9%	14.0%	▼ 5.1 p.p.
	Operating Revenues			
EBITDA in total sales	EBITDA (operating profit + value adjustments on tangible and intangible assets)	25.3%	25.9%	▼ 0.6 p.p.
	Turnover			

Name of the indicators	Calculation formula	Achieved January - March 2024	Achieved January - March 2023	Variation
				(%) 2024/2023
Adjusted EBITDA (thousand RON)	Adjusted EBITDA = Operating profit - write-back of the reserve out of the modernization quota + Expenses regarding the settlement of the modernization quota + Impairments of tangible and intangible assets, here included the intangible revaluation differences.	35,139	38,266	▼ 8.2%
EBITDA adjusted in total sales	Adjusted EBITDA Turnover	26.2%	30.0%	▼ 3.8 p.p
EBITDA in equity	EBITDA Total Equities	4.5%	4.7%	▼ 0.2 p.p.
Gross Profit Rate	Gross result Turnover	11.6%	16.7%	▼ 5.1 p.p.
Liquidity Indicators				
Current liquidity indicator (times)	Current assets	2.2	1.8	▲ 22.2%
	Current liabilities			
The quick ratio indicator (acid test)	Current assets - Inventories	2.1	1.8	▲ 16.7%
	Current liabilities			
General solvency	Total Liabilities	0.14	0.16	▼ 12.5%
	Total assets			
Profitability indicators				
Return on Assets (ROA)	Net result	1.5%	2.2%	▼ 0.7 p.p.
	Total assets			
Return on Equity (ROE)	Net result	1.7%	2.5%	▼ 0.8 p.p.
	Total Equities			
Return on Sales (ROS)	Net result	9.7%	14.1%	▼ 4.4 p.p.
	Turnover			
Operational indicators				
Inventories turnover speed (days)	Medium stock X 90	467	310	▲ 50.6%
	Sales costs			
Duration of stocks rotation (times)	Sales costs	0.2	0.3	▼ 33.3%
	Average inventory			
Rotation speed of the clients debits (days)	Average balance Clients X 90	29	28	▲ 3.6%
	Turnover			
Rotation duration of the clients debits (times)	Turnover	3.2	3.3	▼ 3.0%
	Average stock clients			
Rotation speed of supplier credits (days)	Average balance suppliers X 90	30	27	▲ 11.1%
	Procurement from suppliers of goods and services			
Rotation duration of the suppliers credits (times)	Procurement from suppliers of goods and services	3.0	3.3	▼ 9.1%
	Average supplier balance			
	Turnover	0.2	0.2	-

Name of the indicators	Calculation formula	Achieved January - March 2024	Achieved January - March 2023	Variation
				(%) 2024/2023
Fixed assets rotation speed (no. of times)	Intangible assets			
Risk indicators				
Leverage degree indicator	Borrowed capital	0.3%	0.3%	-
	Total shareholders' equities			

Table 19 - Main economic-financial indicators

3.3.5. Execution of the revenues and expenditure budget

The execution of the cumulated 2024 QI Revenues and Expenditure Budget is presented in the format and structure provided in the MPF Order no. 3818/2019.

INDICATORS (thousand RON)	Achieved January – March 2024	Budget January – March 2024	Degree of achievement %
I. TOTAL REVENUES	158,351	149,093	106.2%
1.1 Total Operating Revenues	156,682	147,589	106.2%
1.2. Financial revenues	1,669	1,504	111.0%
II. TOTAL EXPENSES	142,771	137,882	103.6%
2.1. Operating expenses	142,678	137,729	103.6%
Goods and Services Expenses	29,808	32,789	90.9%
Taxes, fees and similar levies related expenses	12,665	12,648	100.1%
Personnel expenses, out of which:	49,620	50,641	98.0%
Salary related expenses:	46,487	47,472	97.9%
- salaries expenses	41,227	41,910	98.4%
- bonuses	5,260	5,562	94.6%
Other personnel expenses, out of which:	-	-	-
- severance payment expenses related to personnel layoffs	-	-	-
Expenses related to management and audit bodies, BoD and GMS	1,127	1,128	99.9%
Expenses with contributions due by the Employer	2,006	2,041	98.3%
Other operating expenses	50,585	41,651	121.5%
2.2 Financial expenses	93	153	60.8%
III. GROSS RESULT (profit/loss)	15,580	11,211	139.0%
CORPORATE TAX	2,620	2,388	109.7%
ACCOUNTING PROFIT REMAINING AFTER THE DEDUCTION OF THE CORPORATE TAX	12,960	8,823	146.9%
INVESTMENT FINANCING SOURCES	8,042	17,153	46.9%
EXPENSES FOR INVESTMENTS	8,042	17,153	46.9%
SUBSTANTIATION DATA			
No. of personnel	1,448	1,457	99.4%
Total average number of employees	1,418	1,432	99.0%
Outstanding payments	-	-	-
Overdue receivables	226	500	45.2%
Total expenses per each 1000 RON of total revenues	902	925	97.5%

INDICATORS (thousand RON)	Achieved January – March 2024	Budget January – March 2024	Degree of achievement %
Adjusted EBITDA *)	35,139	29,892	117.6%
Labor Productivity	110	103	106.8%

*) Adjusted EBITDA = Operating profit - write-back of the reserve out of the modernization quota + Expenses regarding the settlement of the modernization quota + Impairments of tangible and intangible assets, here included the differences from intangible revaluation.

Table 20. Budget execution in the first 3 months 2024

3.3.6. Cash-flow

The Cash-flow Statement for the three months period ended March 31st, 2024 is as follows:

(DIRECT METHOD) thousand Ron

	Name of the Item	January- March 2024	January- March 2023
A	Net cash from operating activity	25,095	33,437
B	Net cash from investment activity	827	(34,671)
C	Net cash from financing activities	(778)	(1,012)
	Net increase of the cash and cash equivalents=A+B+C=D2-D1	25,144	(2,246)
D1	Cash and cash equivalents at the beginning of the period	107,742	127,672
D2	Cash and cash equivalents at the end of the period	132,886	125,426

Table 21 - Synthesis of the cash-flows for the three months period ended March 31, 2024, as compared to March 31, 2023

The extended version of the Interim Statement of Cash Flows for the 3 months period ended March 31, 2024 is presented in Annex no.3.

The cash and cash equivalents at 31.03.2024 have increased by 23.3% (25,144 thousand RON) compared to December 31, 2023 (132,886 thousand RON compared to 107,742 thousand RON). Out of the total cash available in balance on 31.03.2024, the part related to the modernization quota amounts to 32,470 thousand RON.

The effects of the three business areas (operation, investment and financing) over the cash in the 3 months period of 2024 reveal the following:

- the operating activity triggered a cash-flow in amount of 25,095 thousand RON;
- the investments activity ended with a net cash-flow in amount of 827 thousand RON;
- the financing activity decreased the total cash flow by 778 thousand RON.

The net cash from the operating activity at the end of the reported period is lower than that recorded in the same period of the previous year, by the amount of 8,342 thousand RON, due to the increase in payments to employees, suppliers and the state budget.

The net cash from the investment activity registers an increase in Q1 2024, by 35,498 thousand RON compared to the level registered in Q1 2023, due to the decrease of the cash outputs for the investment activity.

The financing activity recorded negative cash amounts in both periods compared due to dividend payments to shareholders and cash outflows for leasing activities.

3.3.7. Affiliated parties

Between 01.01.2024 - 31.03.2024, the Company carried out the following significant transactions with related parties:

Procurement from affiliated parties

Partner (thousand RON)	Unsettled amounts at December, 31 st 2023	Procurement Period 01.01.2024- 31.03.2024	Settlements between 01.01.2024 - 31.12.2024	Unsettled amounts at March 31 st , 2024
SPEEH HIDROELECTRICA S.A.	6,533	-	6,376	157

*The amounts include VAT

Table 22 - Purchases from related parties

Partner (thousand RON)	31.03.2024	31.12.2023
Guarantees granted to affiliated parties		
SPEEH HIDROELECTRICA S.A.	-	1,989
ELECTRICA FURNIZARE S.A.	277	277

*The amounts include VAT

Table 23 - Prepayments and guarantees given to affiliated parties and guarantees received from affiliated parties

3.4 Other aspects

3.4.1. State of the lands not included in the share capital

Currently, all the lands owned by CONPET SA are registered in the Integrated Cadaster and Land Registry System.

On 31.03.2024 CONPET SA has registered in the company's patrimony lands with an area of 733,677 square meters with a fair value of 29,999,240 RON, held based on Land ownership certificates and sale-purchase contracts.

The company increased its share capital by only a part of the land owned based on land ownership certificates (*Ro. CADP*), an area of 554,537.61 square meters (554,181 sqm according to the latest land register update documents), which are contained in 48 CADP, were not included in the share capital. The land ownership certificates for these lands were issued between 2001-2005 and the value assessed at the time of issuing the certificates, established according to GD no. 834/1991 amounts to 26,708,233 RON. These lands were registered in the company's patrimony on account of other equity reserves. The fair value of these lands on 31.12.2023, according to the report prepared by an ANEVAR authorized appraiser, amounts to 16,293,210 RON.

The Board of Directors undertook all steps to augment the share capital with the value of the land owned based on the land ownership certificates.

Therefore, based on the land appraisal reports, in compliance with the provisions of Art. 6 Para (3) of GD no. 834/1991, with subsequent amendments and additions, drawn up by expert evaluators, the Board of Directors convened the Extraordinary General Meeting of Shareholders, on 19.05.2016, first call, namely 20.05.2016, second call. Both EGMS meetings failed to meet the quorum.

Although two general meetings of shareholders were convened, the Board of Directors convened a new EGMS on 05.07.2016, with the same agenda. Following the vote cast by the present and represented shareholders, the proposal to increase the share capital was not approved, as the necessary quorum of votes for approval was not met.

Subsequently, the necessary steps to increase the share capital were resumed and, on 26.03.2019, the EGMS approved the initiation of the share capital augmentation procedure and the appointment, by the Trade Register Office, of an expert authorized to evaluate the lands contributed to the share capital.

Based on the new appraisal report, the EGMS was convened on 04.07.2019, first call, and 05.07.2019, second call, with the Agenda - Approval of the share capital augmentation with the maximum value of 101,763,954.60 RON, representing contribution in kind (lands) amounting to 59,751,935.10 RON and cash amounting to a maximum of 42,012,019.50 RON, from the current value of 28,569,842.40 RON to a maximum value of 130,333,797 RON, by issuing a maximum number of 30,837,562 nominative, dematerialized new shares, at a price of 3.3 RON/share, equal to the nominal value, without share premium.

During both EGMS meetings the attendance quorum provided by the law, needed for the augmentation of the share capital with contribution in kind was not met.

On 24.09.2020, the EGMS issued Resolution no. 1, by which it approved the initiation of the operation to increase the share capital with the value of the lands owned based on the 48 land ownership certificates and the initiation of formalities to the Trade Register Office (*Ro, O.R.C.*) in order to appoint an authorized appraiser for the appraisal of the lands.

In order to comply with the EGMS Resolution, between September and December 2020, three requests were made to the Prahova Trade Register Office for the appointment of an appraiser to draw up the land evaluation report in accordance with Art. 6, Para. 3 of GD no. 834/1991.

In March 2021, by Resolution no. 1 dated 10.03.2021 and Resolution no. 2 dated 11.03.2021, the EGMS did not approve the augmentation of the share capital by the value of the lands not included, as during the two meetings the attendance quorum provided by law (85%) was not met.

On 28.04.2022, the EGMS issued Resolution no. 1, by which it approved the initiation of the operation to increase the share capital with the value of the lands owned based on the 48 land ownership certificates and the initiation of formalities at the Trade Register Office in order to appoint an authorized appraiser for the appraisal of the lands.

In May 2022 two requests were made to The Prahova Trade Registry, for the appointment of an assessor to draw up the land appraisal report in accordance with Art. 6, Para. 3 of GD no. 834/1991.

Based on the appraisal report drawn up by the assessor appointed by the Prahova Trade Register, Nițu Cornel, ANEVAR member with ID no. 14579, by Resolution no. 2 of 20.09.2022 and Resolution no. 3 of 21.09.2022, CONPET SA's EGMS did not approve the increase of the share capital by the value of the lands not included, since the attendance quorum required by law (85%) was not met during the two meetings.

To date, the share capital has not been augmented by the value of the unincluded land plots.

In 2023, GEO no. 26/20.04.2023 was adopted, for the amendment and addition of art. 12 of Law no. 137/2002 regarding some measures to accelerate privatization, which brought a new provision regarding the value by which the share capital is increased with the lands for which the CADP was obtained, in the sense that *"the increase in the share capital provided for in Para. (4[^]1) with the contribution in kind of the state or of an administrative-territorial unit, as the case may be, representing the lands for which land ownership certificates were obtained, is carried out at the fair value (italics mine) determined with at most 90 days before the date of convening the extraordinary general meeting of shareholders for the approval of the share capital increase."* However, considering the validity of the provisions of Art. 6 Para. 3 of GD no. 834/1991, the question of the amount by which the share capital is increased requires clarification, which leads to delays in convening the General Meeting of Shareholders again in order to increase the share capital.

In order to clarify this issue, we addressed the Ministry of Energy, the tutelary authority, in order to indicate the criterion for establishing the value of the land, namely that regulated by Art. 6 of GD no. 834/1991 (by updating with the inflation index) or the one regulated by Art. 12 of Law no. 137/2002 (by appraisal at a fair value), as amended by Government Ordinance No. 26/2023.

3.4.2. Litigations

The most important litigations in which the company is involved are presented below:

a) Litigations regarding the ownership of tangible assets of the company

CONPET SA is not involved in any trial regarding the claim of ownership of certain real estate.

b). Litigations related to the owners' claims of the land transited by the National Crude Oil Transport System

On 31.03.2024, CONPET SA had a number of 12 cases pending before the courts in different procedural stages, having as subject the claims of the landowners related to the lack of use of the owned lands transited by the major pipelines that are part of the national Crude Oil Transport System. Of these, we list a number of 9 cases that we consider to be important in terms of the amount of the applicants' claims and representative through the legal content of the applications (the rest of the cases outlining some of the types of legal proceedings listed below):

1. File no. 3451/108/2016* – Timisoara Court – pending**

Trial stage: Appeal - retrial

Object: Pecica City UAT filed the arraignment requesting:

Mainly:

- to compel the defendant CONPET SA to divert the crude oil pipeline which crosses a number of 22 land plots within city limits, intended for the construction of households in our property, with a

total surface of 20,287 square meters.

- to compel the defendant CONPET SA to pay the amount of 65,000 Euro, representing the value of the house located on the plot No. A141.7760/5/174, registered in the Land Register No. 306869 because it can no longer be capitalized by the undersigned.

In subsidiary:

- to compel the defendant CONPET SA to pay the annual annuity, for the duration of the pipeline's existence, following the encumbrance of the above-mentioned areas by the right of legal easement exercised by CONPET SA;

- to compel the defendant CONPET SA to give compensations for the period 31.10.2014 - 31.05.2016 following the limitation of ownership rights attributes of the 22 land plots within city limits and the decrease of real estate average price of the land on the real estate market due to restrictions imposed by Order 196/2006 of the National Agency for Mineral Resources (Ro. ANRM) concerning buildings;

- to compel the defendant CONPET SA to adapt the amount of compensation to the circulation value from that moment of similar lands and the provisions of future orders of the ANRM, every 3 years;

- the determination by the Court of the due date on which the compensations will be paid annually, with the result that non-payment at the due date will entail the payment of legal interest related to the amount received as compensation for the delay period;

- to grant the court charges incurred in the case, in case of opposition.

Clarifications: By the **Conclusion no. 40/26.01.2017** the Arad Tribunal rejects the request of identifying the holder of the right formulated by the defendant CONPET SA in contradictory with the plaintiff, Pecica Administrative Territorial Unit and the Romanian State through the Public Finances Ministry and the National Agency for Mineral Resources. The conclusion was attacked with appeal by CONPET SA (Case File No. 3451/108/2016 */a1 - Timisoara Court of Appeal. By Decision No. 211/20.03.2017 the Timișoara Court of Appeal rejected the appeal.

By **Sentence no. 336/18.05.2017**, the Arad Tribunal dismisses the civil action filed by the plaintiff Pecica City Administrative Territorial Unit in opposition to the defendant CONPET SA, having as its object the obligation to provide services and claims. No legal fees. The Decision was appealed by Pecica City Administrative Territorial Unit.

By **Decision no. 761/23.11.2017** the Timișoara Court of Appeal admits the appeal. Cancels the appealed sentence and sends the case for retrial to the Arad Tribunal. CONPET SA submitted an appeal.

By the Report dated 07.06.2018 the High Court of Cassation and Justice declared CONPET's appeal as inadmissible, being promoted against a final judgment, which does not fit into the hypothesis regulated by Art. 483 Para. 1 Code of Civil Procedure. The parties submitted a point of view on the report. By the Conclusion dated 10.10.2018, the High Court of Cassation and Justice basically admits the appeal declared by the appellant-defendant CONPET SA.

By **Decision No. 615/22.03.2019** the High Court of Cassation and Justice admits the appeal filed by the appellant-defendant CONPET SA, quashes the appealed decision and refers the case for a new trial to the same court of appeal.

By **Decision No. 306/07.06.2021** the Timișoara Court of Appeal rejects the appeal declared by the appellant-claimant, the Pecica City Territorial Administrative Unit.

The plaintiff, the Pecica City Territorial Administrative Unit filed an appeal.

By **Decision no. 641/15.03.2023**, the High Court of Cassation and Justice admits the appeal. Overturns the appealed decision and refers the case to a new trial by the same court.

By **Decision No. 621/13.12.2023** the Timișoara Court of Appeal admits the appeal admits the appeal filed by the appellant Pecica City Territorial Administrative Unit. Partially changes the appealed sentence in the sense that it admits in part the request for summons filed by the plaintiff Pecica City Territorial Administrative Unit in opposition to the defendant CONPET SA and compels the defendant to pay the amount of 137,045.69 EURO as damages in favor of the plaintiff. Maintains the remainder of the appealed sentence. Compel the defendant to pay to the claimant the amount of 17,579 RON as court expenses. With appeal within 30 days of communication.

Trial date: --

2. Case File No. 1372/212/2017 – Constanța Court of Appeal – pending**

Trial stage: Appeal

Object: Cruceanu Alin Florinel filed a summons request requesting the court to order:

- to compel CONPET SA to pay damages equal to the market value of the real estate property with a surface of 460 square meters, located in Lazu commune, 29 Luceafărului Street, Constanța county and of the real estate with an area of 460 square meters located in Lazu commune, 31 Luceafărului Street, Constanța county, the value assessed amounting to 30,000 Euro, the equivalent in 134,700 RON;
- to compel CONPET SA to pay compensation for the lack of use of the land as an annual annuity for the last three years;
- to compel CONPET SA to pay the court expenses incurred by the settlement of this claim.

Subsequently, the plaintiff specified their action regarding the second part of the claim, requesting the court:

- to compel CONPET SA to pay compensation for the lack of use of the two land plots for the period between 10.12.2015 and the date of the final decision, by which the first part of the claim was admitted.

The lack of use was provisionally assessed to pay the judicial fee amounting to 5,000 RON.

CONPET SA filed a counterclaim requesting:

- compelling the plaintiff to allow the company CONPET SA the exercise of the right of legal servitude/easement established by the provisions of art. 7 and foll. of Law No. 238/2004 on the two land plots owned by the plaintiff Cruceanu Alin Florinel, located in Agigea commune, Lazu village, Luceafărului Street no. 29 respectively 31, Constanța county. The exercise of the right of legal easement is to be carried out on a 2.4-meter-wide corridor located along the main crude oil transport pipeline Ø 20 " Constanța-Bărăganu for the purpose of permanent access to the pipeline in order to check the condition of the pipeline daily and to carry out any required repairs.
- establishing the amount of the annual annuity provided by law owed by us to the plaintiff in exchange for the exercise of the right of legal easement.

CONPET SA also filed an impleader request against the Ministry of Public Finance and the National Agency for Mineral Resources (NAMR) as guarantee, so that that if CONPET SA Ploiești will fall into claims regarding the plaintiffs' claims made in the summons application, to compensate us with the amounts we will be obliged to pay to the plaintiffs.

Clarifications: By **Civil Sentence No. 8561/14.07.2021**, the Court of Constanța rejects, as unfounded, the exceptions of the lack of procedural passive quality regarding the defendants CONPET SA, the Romanian State through the Ministry of Public Finance, the National Agency for Mineral Resources, and the Ministry of Energy. It rejects as unfounded the lack of passive capacity to stand trial regarding the impleaders Ministry of Public Finance, National Agency for

Mineral Resources. Admits the claim formulated by the plaintiff Cruceanu Alin Florinel, against the defendants CONPET SA, the Romanian State through the Ministry of Public Finance, the National Agency for Mineral Resources, and the Ministry of Energy. Orders the defendants, jointly and severally, to pay to the plaintiff the amount of 184,700 RON representing the market value of the real estate, with an area of 460 square meters, located in Lazu commune, Constanța county and the market value of the real estate with an area of 460 square meters, located in Lazu commune, 31 Luceafărul Street, Constanța county. It compels the defendants, jointly and severally, to pay to the plaintiff the amount of 22,164 RON representing the equivalent value of the lack of land use between 10.12.2015 -10.12.2018. It rejects, as unfounded, the claim for impleader formulated by CONPET SA against the Ministry of Public Finances. It rejects, as unfounded, the impleader formulated by CONPET SA against the National Agency for Mineral Resources. It rejects, as unfounded, the counterclaim formulated by CONPET SA against Cruceanu Alin Florinel. It compels the defendants, jointly and severally, to pay to the plaintiff the legal expenses amounting to 8,414.28 RON, incurred by stamp duty and the expert's fee.

Conpet, NAMR, the Romanian State through the Ministry of Public Finance and Cruceanu Alin Florinel appealed.

By **Decision No. 1003/08.07.2022**, the Tribunal rejects, as unfounded, the appeal filed by the applicant appellant Cruceanu Alin-Florin in opposition with the defendants CONPET SA, the Romanian State through the Ministry of Public Finances, the National Agency for Mineral Resources, and the Ministry of Energy, against the Civil Sentence no. 8561/14.07.2021, ruled by the Constanța Court in File no. 1372/212/2017. Admits the appellants' appeal: The National Agency for Mineral Resources, the Romanian State through the Ministry of Public Finance via the Regional Directorate of Public Finances Galati – County Administration of Public Finances Constanta and CONPET SA. It changes in part the Civil Sentence 8561/14.07.2021, issued by the Constanța Courthouse in the File No. 1372/212/2017, as follows: Admits the exception of the lack of passive procedural standing of the defendants, the National Agency for Mineral Resources and the Romanian State through the Ministry of Public Finances - regarding the summons. It rejects the summons request filed by the plaintiff Cruceanu Alin-Florinel against the defendants the Romanian State through the Ministry of Public Finance and National Agency for Mineral Resources, as being filed against persons without passive procedural standing. It rejects, as unfounded, the summons request filed by the claimant Cruceanu Alin-Florinel, against CONPET SA. It rejects, as unfounded, the request for summons in the guarantee formulated by the defendant CONPET SA in opposition with the National Agency for Mineral Resources and the Romanian State, through the Ministry of Public Finances. Admits the counterclaim filed by the defendant CONPET SA in opposition with the plaintiff Cruceanu Alin-Florinel. Establishes in favor of CONPET SA an easement right with a total area of 81 square meters on the plaintiff's lands located in Lazu Commune, 29 Luceafărului Street and in Lazu Commune, 31 Luceafărului Street, consisting of the right of use over an area of 2.4 meters wide placed along the crude oil pipeline that crosses the plaintiff's lands, as identified by the expert Datcu Dumitru through the Annex to the Answer to objections (f.229 vol. 2 from the file of the Constanța Court) - blue hatch. It establishes the annual annuity owed by the defendant to the plaintiff in the amount of 693 RON. Compels the plaintiff Cruceanu Alin-Florin to pay the defendant CONPET SA the amount of 3,853.75 RON as legal expenses, representing: 1,704 RON judicial stamp duty paid to the fund, 649,75 RON judicial fee for appeal, 500 RON for topo expert fee and 1,000 RON for agricultural expert fee.

The plaintiff Cruceanu Alin-Florinel submitted an appeal.

By **Conclusion No. 23/22.03.2023** the Constanța Court of Appeal admits the exception of the lack of procedural (functional) material competence of the second civil section of insolvency and litigations with professionals and companies of the Constanta Court of Appeal. Declines the jurisdiction to settle the case in favor of the Civil Section I of the Constanța Court of Appeal.

By **Conclusion No. 86/10.05.2023** the Constanța Court of Appeal admits the exception of the lack of procedural material competence of Civil Section I of the Constanța Court of Appeal, in resolving the appeal. Declines the jurisdiction to settle the case in favor of the Civil Section I of the Constanța Court of Appeal. It notes the negative conflict of competence. Ex officio suspends the judgment of the case and orders the submission of the file to the High Court of Cassation and Justice in order to resolve the negative conflict of jurisdiction.

By **Decision No. 1833/26.10.2023**, the High Court of Cassation and Justice establishes the competence to settle the case in favor of the Constanța Court of Appeal, Civil Section II on insolvency and litigation with professionals and companies. Final judgement.

Deadline: 15.05.2024

3. Case File No. 18344/212/2017 - Constanța Tribunal - pending resolution

Trial stage: Appeal

Mitu Dumitru and Mitu Rodica initiated a lawsuit requesting the obligation to pay damages for the two land plots located Lazu village, Agigea commune, Constanța county affected by the route of some pipelines that transport oil products, as well as ordering the defendant to pay an annual annuity for the lack of use of the land affected by the exercise of the right of legal easement, starting 20.06.2014 and of compensation in the form of an annual payment for affecting the use of the part of the land on which the pipeline is not located, with the obligation to pay the trial expenses.

Conpet formulated a counterclaim requesting the court to compel the plaintiffs to allow the company CONPET SA the exercise of the right of legal easement established by the provisions of art. 7 and et seq. of Law No. 238/2004 on the two plots of land owned by the plaintiffs. The right of legal easement shall be exercised on a 2.4-meter-wide corridor located along the main crude oil transport pipeline F2 Ø 20 " Constanța-Bărăganu for the purpose of permanent access to the pipeline in order to check the condition of the pipeline daily and to carry out any required repairs and to set the amount of the annual annuity prescribed by the law, owed by CONPET SA to the plaintiffs, in exchange for the exercise of the right to legal easement. Also, CONPET SA filed a request to call the Ministry of Public Finances and the National Agency for Mineral Resources as a guarantee so that in case CONPET SA Ploiești will fall into claims regarding the claims of the plaintiffs formulated in the summons application to compensate us with the amounts that we will be compelled to pay to the plaintiffs.

Clarifications: By **Sentence No. 3555/11.04.2023** the Constanta County Court rejects as unfounded the exception of the lack of passive capacity to stand trial of the defendant CONPET SA invoked by way of defense. Rejects as unfounded the plea of lack of passive locus standi of the summoned under guarantee the Romanian State through the Ministry of Public Finance via the Regional Directorate of Public Finance Galați - County Administration of Public Finance Constanța, invoked by the statement of claim. Dismisses as unfounded the plea of lack of locus standi of the defendant, the National Agency for Mineral Resources. Dismisses as unfounded the plea of lack of locus standi of the defendant, the Ministry of Energy, invoked by way of defense. Dismisses the application for summons as unfounded. Rejects as devoid of purpose the claim for warranty. Admits the counterclaim filed by the defendant CONPET SA against the claimant Mitu

Dumitru and Mitu Rodica. Compels the plaintiffs Mitu Dumitru and Mitu Rodica to allow the company CONPET SA the exercise of the right of legal servitude/easement established by the provisions of Art. 7 and et seq. of Law No. 238/2004 on the two plots of land owned by the plaintiffs Mitu Dumitru and Mitu Rodica, located in Constanța county. The right of legal servitude shall be exercised on a 2.4-meter-wide corridor located along the main crude oil transport pipeline F2 Ø 20 " Constanța-Bărăganu for the purpose of permanent access to the pipeline for the day-to-day inspection of the pipeline condition and for performing any repairs. Establishes the amount of the annual annuity owed to the applicants in exchange for exercising the right of legal easement to the amount of 81 RON, which will be updated annually with the inflation rate. Compels the plaintiffs to pay to the counter-defendant CONPET SA the amount of 3,350 RON, as legal expenses.

The decision was appealed by the plaintiffs.

By **Decision No. 284/11.03.2024** the Constanța Court rejects the appeal as unfounded. With right of appeal after communication.

Trial date: --

4. Case File No. 5413/204/2017 *- Prahova Tribunal – pending trial

Trial stage: Merits - retrial

Dobrogeanu Dumitru and Dobrogeanu Păun Ioan filed a summons request asking the court to rule the obligation of CONPET SA to pay an annual annuity for the land plots occupied by the two pipelines for the transport of oil products (crude oil) starting 01.07.2014 and in the future, for the entire duration of the pipelines' existence, the obligation to pay the compensation for the losses incurred by not reaching certain economic objectives on the remaining area between the two pipelines after their restriction and the area along the national road DN1 (E60) and payment of legal expenses. The first end of the claim was estimated by the plaintiffs at the amount of 48,000 Euro/year (220,000 RON), and the second end at the amount of 25,000 RON/year.

Clarifications: By **Sentence no. 2446/28.08.2018** the Prahova Court admits the exception of the lack of passive capacity to stand trial, invoked by the defendant NAMR. Rejects the request, contrary to this defendant, as formulated against a person without procedural standing. Accepts the res judicata exception. It dismisses the claim filed against the defendant CONPET SA, as there is res judicata authority. It finds that the defendants have not applied for legal expenses.

The decision was appealed by Dobrogeanu Dumitru.

By **Decision no. 2804/11.11.2019** the Ploiești Appellate Court rejects the appeal declared by the appellant Dobrogeanu Dumitru as unjustified. Grants the exception to the ineligibility of the cross-appeal. Rejects as inadmissible the appeal declared by the appellant Dobrogeanu Păun Ioan.

The decision was appealed by Dobrogeanu Dumitru and Dobrogeanu Păun Ioan.

By **Decision no. 206/04.02.2021**, the High Court of Cassation and Justice rejects the appeal filed by the plaintiff Dobrogeanu Păun Ioan. Admits the appeal declared by the plaintiff Dobrogeanu Dumitru. Overturns the appealed decision and civil sentence No. 2446/28.08.2018 of the Prahova Tribunal and sends the case for retrial to the Prahova Tribunal.

Deadline: 18.06.2024

5. Case File No. 4395/270/2020 - Onești Court - pending resolution

Procedural stage: Merits

Object: Onești Municipality and the Local Council of Onești Municipality, Bacău County sued CONPET SA requesting the court:

"1. To compel the defendant at the conclusion of the agreement for the exercise of the right of

legal easement over the lands with an area of 11,474.5 square meters, crossed and affected by crude oil transport pipelines within the municipality of Onești, equivalent to the payment of an annual annuity, during the existence of the pipelines, to the local budget of Onești municipality, determined according to the principle of the least interference with the property right and calculated taking into account the circulation value of the affected real estate, established under the law, at the time of the impairment.

2. To compel the defendant to pay material damages, representing the consideration of the lack of use of land in the area of 11,474.5 square meters crossed and affected by crude oil transport pipelines within the radius of the municipality of Onești, established according to the Market Study approved by the Decision No. 199 of 29.11.2018 of the City Council, respectively according to the Updated Market Study approved by the City Council Decision No. 122 of 29.06.2020, calculated starting 2017 until the date of conclusion of the Convention for the exercise of the right of legal servitude on such land, to which are added delay increases, interest and late penalties in the amount provided by the Code of Fiscal Procedures applicable during this period.

3. The obligation of the respondent to pay the trial expenses incurred by this trial.”

Deadline: 24.09.2024

6. Case File No. 1657/91/2020* – Vrancea Tribunal – pending resolution

Trial stage: Merits

Parties: Vasile Maria Ilaria - at S.C.P.A. Buruian, Caracaș and Associates - Plaintiff

Dragu Georgeta - at S.C.P.A. Buruian, Caracaș and Associates - Plaintiff

The company CONPET SA Ploiesti - Defendant

The Romanian State - through the Ministry of Public Finances - Defendant

The National Agency for Mineral Resources - Defendant

Object: Through the summons, the plaintiffs Vasile Maria-Ilaria and Dragu Georgeta requested to the court:

A. Mainly, to compel the defendant to pay an annual annuity of 496.64 EURO for the pipeline protection area belonging to the defendant and passing through the private property of the undersigned, starting from the date of registration of this summons;

B. Mainly, to compel the defendant to pay an overall compensation of 508,080 EURO for affecting the attribute of the use of the asset according to its intended purpose, i.e. that the undersigned cannot build constructions on the privately owned building;

C. Mainly, to compel the defendant to pay legal interest on the annual annuity provided for in item A, starting from the date of registration of the present summons;

D. Mainly, to compel the defendant to pay legal interest for the global indemnification provided for in item B, starting from the date of registration of this summons.

E. In addition, we request you to compel the other two defendants to pay the amounts indicated in the preceding paragraphs.

CONPET SA filed a counterclaim in this case, requesting the court:

1. To compel the plaintiffs Vasile Maria – Ilaria, Dragu Georgeta and Dragu Maria to allow the company CONPET SA the exercise of the right of legal easement established by the provisions of Art. 7 et seq. of Law No. 238/2004 on the land owned by them, situated in Focsani city, Vrancea County. The exercise of the right of legal easement is to be done on a 2.4-meter-wide corridor located along the crude oil transport pipeline Ø 20 ” Bărăganu – Borzești/Rafo Onești, for the purpose of permanent access to the pipeline for the purpose of permanent access to the pipeline in order to daily check the pipeline condition and perform any accidental or planned repairs. The

exercise of the right of easement is to be carried out throughout the existence of the pipeline located on the claimants' land but not later than the date of termination of the oil concession agreement concluded by us, signed by CONPET SA, with the Romanian State.

2. To establish the amount of the annual annuity provided by law due by us, the undersigned CONPET SA, to the plaintiffs Vasile Maria - Ilaria, Dragu Georgeta and Dragu Maria in exchange for exercising the right of legal easement, annuity consisting in the equivalent value of the annual land use affected by the exercise of the legal easement.

Deadline: 21.05.2024

7. Case File No. 32294/299/2020 - Bucharest District 1 Courthouse - pending resolution

Trial stage: Merits

Parties: CONPET SA – defendant - counterclaimant

Bob Mihăiță - plaintiff-defendant

NAMR – defendant

Object: Bob Mihăiță files a summons requesting the court to order:

1. The compulsion of CONPET SA and NAMR to move the crude oil pipeline crossing the land owned by the plaintiff, located in Cernavodă, plot 1, parcel A6/2, Constanța county.
2. The establishment of the equivalent value of the lack of use, for a period of three years, prior to the formulation of the summons, amounting to 150,000 RON;
3. In addition, the obligation of CONPET SA to pay an annual rent for the use of the land owned by the plaintiff, from the date of filing the summons, in the amount of 5 Euro/sq.m/year for the area of 14,645 square meters, land affected by the protection and safety area, during the existence of legal easement.
4. Payment of legal expenses.

CONPET SA filed a counterclaim requesting the court:

1. To compel the plaintiff to allow the company CONPET SA the exercise of the right of legal easement established by the provisions of Art. 7 et seq. of Law No. 238/2004 on the land owned by the plaintiff Bob Mihăiță located in Cernavodă, plot 1, parcel A6/2, Constanța county. The exercise of the right of legal easement is to be carried out on a 2.4 meter-wide-corridor located along each of the main crude oil transport pipelines that cross the plaintiff's land, namely the main crude oil transport pipeline F1 Ø 14¾", the main crude oil transport pipeline F2 Ø 20", and the crude oil transport pipeline 28 Constanța - Bărăganu Ø 28", for the purpose of permanent access to the pipeline for the day-to-day inspection of the pipeline condition and for performing any repairs. The exercise of the right of legal easement is to be carried out throughout the existence of the pipelines located on the land of the plaintiff, but no later than the date of termination of the oil concession agreement concluded by us, the undersigned CONPET SA, with the Romanian State;

2. To establish the amount of the annual annuity provided by law due by us, the undersigned, to the plaintiff in exchange for exercising the right of legal easement.

CONPET SA filed an impleader of the Romanian State represented by the Ministry of Finances and NAMR.

CONPET SA filed a request of identifying the holder of the right in rem.

Clarifications: By the **Conclusion dated 06.08.2021**, the Bucharest District 1 Courthouse rejects the exception of the lateness of the request for impleader and of the request for showing the right holder, invoked by the National Agency for Mineral Resources, as unfounded. It rejects the exception of the lack of representative capacity of the National Agency for Mineral Resources,

invoked ex officio, as unfounded. It rejects the request for an impleader from the Romanian State, by the Ministry of Finance and the National Agency for Mineral Resources, as inadmissible in principle. It rejects the request to show the right holder of the Romanian State, through the Ministry of Finance and the National Agency for Mineral Resources, as inadmissible in principle. The conclusion can be appealed with the merits.

Deadline: 11.06.2024

8. Case File No. 2323/120/2018 – High Court of Cassation and Justice – pending resolution

Trial stage: Appeal

Parties: CONPET SA – defendant – counterclaimant

Buzatu Florin – defendant – plaintiff

Object: Buzatu Florin files a summons request, requesting the court:

1. To compel the respondent CONPET SA to pay the claimant the amount of 150,000 EUR, payable at the BNR exchange rate on the day of the payment (amount to be reassessed upon completion of the expert real estate appraisal report to be carried out in probation, we shall resize and specify the value of the claims, corroborated with the appropriate adjustment of the stamp duty), representing the fair and equitable compensation for the damage suffered by restricting the possibility of exercising its land ownership right over the land area of 5,980 square meters located within the city limits of Slobozia Moară, Dâmbovița County, with the cadastral number 70618, registered with the land registry under 70618/UAT Slobozia Moară, Dâmbovița County, on which the underground gas pipelines and overground devices of the defendant are located, land that cannot be used for the purpose of constructing a building;
2. Compelling the respondent CONPET SA to pay a 1,000 EUR monthly indemnity payable at the exchange rate of the NBR on the payment day, starting with the date of sentencing, throughout the existence of the underground pipelines and overhead devices on the land owned by the plaintiff and to bear all the costs incurred by the plaintiff for the stages preceding the authorization of the construction;
3. In addition, requests the compulsion of the defendant to remove all the constructions built on the plaintiff's property, namely the gas pipelines and the overground devices, to bring the land to its original state or to enable the plaintiff to perform the obligation to do so, at the sole expense of the respondent;
4. Compelling the defendant CONPET SA to pay the expenses of the judicial proceedings.

CONPET SA filed a counterclaim requesting the court to compel the plaintiffs to allow our company to exercise the right of legal easement established by the provisions of Art. 7 et seq. from Law No. 238/2004 and establishing the amount of the annual annuity provided for by law due by CONPET SA to the applicants in exchange for the exercise of the right of legal easement.

Clarifications: By **Sentence No. 602/10.03.2022** the Dâmbovița Tribunal rejects plea of lack of passive locus standi of the defendant plaintiff CONPET SA regarding the heads of claim for compensation and annuity, raised by them. It accepts the plea of lack of passive locus standi of the defendant plaintiff Conpet S.A. as regards the head of claim relating to the diversion of the oil pipeline, and, consequently, dismisses this head of claim in contradictory with the defendant plaintiff Conpet S.A. as having been brought against a person without passive locus standi. Partially admits the summons The court partially admits the counterclaim. Compels the defendant plaintiff to dismantle the construction without a permit (foundation) existing on the land belonging to him, under cadastral No. 70618, registered in the Land Registry No. 70618 of Slobozia Moară Territorial Administrative Unit, Dâmbovița County, identified according to the sketch drawn up in

the topography specialty expert report dated 04.11.2019 (f. 300 vol. I). Establishes the amount of the annual annuity owed by the plaintiff defendant to the defendant plaintiff for exercising the legal easement right over the land with an area of 890 square meters related to the crude oil transport pipelines $\varnothing 14\frac{3}{4}$ " and $\varnothing 12\frac{3}{4}$ ", identified according to the sketch drawn up in the topography specialty expert report dated 02.11.2019 (f. 357 vol. I), to the amount of 284.z8 RON and compels the plaintiff defendant to pay to the defendant plaintiff starting from the date of the final stay of the present sentence. Dismisses the remainder of the summons and the counterclaim. It rejects the request to show the holder of the right formulated by the defendant plaintiff in opposition to the Romanian State through the Ministry of Public Finances and the National Agency for Mineral Resources. Orders the restitution to the plaintiff-defendant of the paid and unpaid stamp duty amounting to 1,143.4 RON. It compensates the costs within the limit of 1,172.7 RON and compels the plaintiff to pay to the defendant-plaintiff the uncompensated difference of 836 RON in court expenses. Buzatu Florin filed an appeal.

By **Decision No. 482/09.03.2023** the Ploiesti Court of Appeal rejected the appeal as unfounded. The decision was appealed by the plaintiff.

By the **Conclusion of 11.04.2024**, the High Court of Cassation and Justice rejects the exception of the nullity of the appeal, invoked by the defendant-intervenor, the National Agency for Mineral Resources. Admits, in principle, the appeal filed by the repeated-plaintiff Buzatu Florin.

Deadline: 23.05.2024

9. Case File No. 1541/262/2023 – Moreni Court– pending resolution

Stage - Merits

Parties: CONPET SA – defendant - counterclaimant

Mapi Imobiliare S.R.L. – defendant-plaintiff

Object: Compelling CONPET SA to pay an annual annuity as per Art. 7 of Law No. 238/2004 and compensations, including for the past starting from 20.01.2023.

CONPET SA filed a counterclaim requesting the court:

1. Compelling the plaintiff Mapi Imobiliare SRL to allow the company CONPET SA the exercise of the right of legal easement established by the provisions of Art. 7 et seq. of Law No. 238/2004 on the land owned by them, situated in Ocnita commune, Ochiuri village, T91, P2/1, Dâmbovița County. The exercise of the right of legal easement is to be carried out on a 2.4-meter-wide corridor located along the main crude oil transport pipeline $\varnothing 6\frac{5}{8}$ " Ochiuri-Moreni for the purpose of permanent access to the pipeline for the day-to-day inspection of the pipeline condition and for performing any repairs. The exercise of the easement right is to be carried out throughout the existence of the pipeline located on the claimant's land but not later than the date of the termination of the concession oil contract concluded by us, the undersigned company CONPET SA with the Romanian State.

2. Establishing the amount of the annual annuity provided by law due by us, the subscribed CONPET SA, to the claimant Mapi Imobiliare SRL, in exchange for exercising the right of legal easement starting from with date final sentencing in the present case, annuity consisting of the equivalent value of the annual use of the land under the exercise of easement.

At the same time, CONPET SA filed an impleader request against the Romanian State, represented by the Ministry of Public Finance and the National Agency for Mineral Resources, through which we requested the court to be compensated for the impleaders, which will answer jointly and severally for any amounts we will be compelled to pay the plaintiff Mapi Imobiliare SRL in the situation where the summons filed by it will be admitted in whole or in part.

Deadline: 28.05.2024

c) Litigations related to the structure of the share capital

CONPET SA has pending before courts one litigation, namely:

Case File No. 5212/105/2018 – Ploiești Court of Appeal – pending resolution

Stage: Appeal - retrial

Fondul Proprietatea SA files a summons requesting the court:

1. To compel CONPET to pay the amount of 734,747.04 RON representing the net value of dividends related to a share of 6% of CONPET SA's share capital, namely for a number of 524,366 shares held by the claimant on the registration date of CONPET's OGMS, on 25.04.2007 (i.e. 14.05.2007), related to the financial year 2006.
2. To compel CONPET SA to pay compensation damages, namely the legal interest related to the dividends from the due date of the amount requested in item 1 and until the date of filing the summons (i.e. 09.11.2018) in the amount of 579,015.97 RON.
3. To compel CONPET SA to pay the legal interest related to the net value of the dividends, subsequently, from the date of filing the summons and until the actual payment of the requested amounts.
4. To compel CONPET SA to pay the legal expenses of the present litigation.

Clarifications: CONPET SA has filed an impleader against the Romanian State through the Ministry of Finance and AAAS (*Authority for State Assets Management*).

By the **Conclusion of 25.06.2019** the Prahova Tribunal rejects as inadmissible the impleader of the Authority for State Assets Management, formulated by the defendant CONPET SA. An appeal was lodged by CONPET SA and the Romanian State, through the Ministry of Public Finance, against this decision of the Court. By the same Decision dated 25.06.2019, the court admitted in principle the impleader against the Romanian State through the Ministry of Public Finance, formulated by the defendant CONPET SA and rejected as unfounded the exception of the lack of passive capacity to stand trial of the Romanian State through the Ministry of Public Finance. The appeal was registered with the Ploiești Court of Appeal under No. 5212/105/2018 / a2. By the Decision No. 515/05.11.2019 the Ploiești Court of Appeal admits the motion to dismiss based on plaintiff's lack of interest and exception to the ineligibility declared by the Ministry of Public Finance. The court rejects this appeal as inadmissible. The court rejects the motion to dismiss based on plaintiff's lack of interest and exception to the ineligibility of the claim by CONPET SA. Dismisses this appeal as unfounded. Final judgement.

By the **Conclusion of 20.09.2019**, the Prahova Tribunal suspends the trial of the case until the appeals filed against the conclusion ruled on 06.25.2019 are settled. This conclusion remained final by lack of appeal.

By **Sentence No. 633/02.06.2021** the Prahova Tribunal rejects as unfounded the exception of invoking the statute of limitation. It admits the action. Compels the defendant CONPET SA to pay to the claimant the amounts of 734,747.04 RON representing the value of dividends, 579,015.97 RON representing dividends for the period 26.10.2007 - 09.11.2018, and the legal interest related to the net value of the dividends from 09.11.2018 and until the actual payment of the main debit. Partially admits the warranty claim. It compels the impleaded Romanian State to pay to the defendant CONPET SA, the amount of 734,747.04 RON, representing the value of dividends, and the legal interest related to this amount starting 17.12.2018 and until the date of restitution to the defendant of the amount of 734,747.04 RON. The decision was appealed by CONPET SA

and the Romanian State through the Ministry of Public Finance.

By **Sentence No. 814/01.07.2021** the Prahova Tribunal admits the request for correction of the clerical error made by the claimant. It corrects the clerical error that went unnoticed into paragraph 3 of the operative part of sentence No. 633/02.06.2021 issued by the Prahova Tribunal, in the sense that it shall state: "It compels the defendant CONPET SA to pay to the claimant the amounts of 734,747.04 RON representing the main debit, 579,015.97 RON, representing dividends for the period 26.10.2007-09.11.2018, and the legal interest related to the net value of the dividends as of 09.11.2018 and until the actual payment of the main debit." It admits the request to supplement the decision made by the plaintiff. It orders the completion of the civil sentence No. 633/02.06.2021 in the sense that it also provides: Reduces the fee of the plaintiff's attorney to 70,000 RON. It compels the defendant CONPET SA to pay the plaintiff the following legal expenses: 20,347.63 RON representing judicial stamp duty, 4,300 RON expert fee, 8,481.87 RON expert fee, 70 RON lawyer's fee and 1,125 RON other expenses. It compels the impleader the Romanian State to pay the defendant CONPET SA legal expenses in the amount of 16,943 RON. The sentence was appealed by CONPET SA.

Conpet SA also filed a request to correct the clerical errors in the contents of sentence No. 633 of 02.06.2021 issued by the Prahova Tribunal in the case No. 5212/105/2018, device that was aimed at correcting the clerical error issued by the court by Sentence No. 81 of 01.07.2021. Through the Conclusion of Correction of the Clerical Civil Error, dated 12.09.2022, the Prahova Tribunal admits the request to correct the clerical errors of the disposition of the civil sentence No. 633/02.06.2021 and No. 814/01.07.2021, issued by the Prahova Tribunal, in case No. 5212/105/2018, filed by CONPET SA, against the plaintiff, Fondul Proprietatea SA, against the defendant CONPET SA, the Romanian State, through the Ministry of Public Finance. It corrects the clerical error that went unnoticed in the content of sentences No. 633/02.06.2021 and No. 814/01.07.2021 issued by the Prahova Tribunal, in the sense that it shall state: Compels the defendant CONPET SA to pay to the plaintiff the amounts of 734,747.04 RON representing the value of dividends, 579,015.97 RON representing dividends for the period 26.10.2007 - 09.11.2018, and the legal interest related to the net value of the dividends from 09.11.2018 and until the actual payment of the main debit.

By the **Decision No. 245/08.12.2022** the Ploiești Court of Appeal upholds the exception to the ineligibility of the appeal invoked ex officio. Dismisses the appeal as unfounded. Final.

By the **Decision No. 109/29.03.2023** the Ploiești Court of Appeal admits the appeals. It changes the entire sentence. It accepts the exception to the statute of limitations and dismisses the claim as a result of the statute of limitations. Partially rejects the warranty claim. Compels the plaintiff to pay the defendant 16,943 RON as legal expenses incurred at first court. Compels the respondent-applicant to pay to the appellant-defendant 17,785 RON in expenses of the appeal proceedings.

Fondul Proprietatea SA filed an appeal.

On 14.02.2024, the High Court of Cassation and Justice basically admits the appeal declared by the appellant-plaintiff CONPET SA against the decision No. 109/29.03.2023, issued by the Ploiești Court of Appeal – Civil Division II. Establishes a deadline for the appeal.

By **Decision No. 860/17.04.2024** the High Court of Cassation and Justice admits the appeal, quashes the decision under appeal and refers the case to a new trial to the appeal court.

Trial date: --

d) Litigations brought before the administrative court

CONPET SA has five disputes pending before courts, namely:

1. Case File No. 5971/2/2022 – București Court of Appeal – pending resolution

Procedural stage: Merits

Parties: OMV Petrom SA - plaintiff

NAMR – defendant

CONPET SA – defendant

Object: The court is requested that, by the judgment to be issued order:

1. Regarding Order 229/2021:

1.1. Partial annulment of Art. 1 of Order 229/2021 regarding the tariffs set out in Annex 1 and Annex 3 and, accordingly, of Annexes 1 and 3 of Order 229/2021; and, consequently

1.2. Compelling NAMR to issue a new order for the approval of transport tariffs through the National Transport System of crude oil, rich gas, condensate and ethane for 2022, which would include tariffs modified accordingly in terms of domestic tariffs (Annex 1) and import tariffs for refineries in the Ploiesti Basin (Annex 3), as a result of the recalculation of the tariffs included in Order 229/2021 in a transparent and non-discriminatory manner, in accordance with the constitutional provisions and those of primary and secondary petroleum and competition legislation, as set out in the present application for summons;

2. Regarding Order No. 53/2008, partial cancellation of Art. 3-8 of the Annex to Order No. 53/2008, as well as the obligation of NAMR upon issuing a new order to properly complete Order No. 53/2008, by reference to the following:

2.1. the method of determining in the Methodology of the operating cost lacking transparency and clarity, with regard to (i) its components, the structure of each of these elements, not specifically foreseen, together with (ii) the algorithm for calculating the operating cost by reference to these elements and (iii) by taking into account only those elements which constitute, by their nature, operating costs, so that these secondary normative provisions are aligned with the requirements of Art. 20 of the Petroleum Law;

2.2. the algorithm for determining the modernization quota which does not provide in a specific, clear and transparent manner (i) the actual percentage of the modernization rate, (ii) the basis on which it applies, (iii) the concrete investments for which the modernization quota will be paid by the beneficiaries of the transport system, (iv) how to manage the surplus amounts received as a modernization quota and not used by the end of the financial year, which have been collected for the investment purposes, by taking these amounts into account in the calculation of the modernization quota to be paid by the beneficiaries in the following year, by reference to the investments envisaged therein and such amounts available for investments carried over from previous years, as well as (v) the management of bank interests received by the holder of the concession agreement as a result of the deposit of amounts received as a modernization quota and not used by the latter, for the purpose of using interest rates for the same purpose and taking into account these amounts in the calculation of the modernization quota that beneficiaries have to pay in the following year with this title, so that these secondary normative provisions be aligned with the requirements of Article 20 of the Petroleum Law;

2.3. the algorithm not resulting in a clear, specific and transparent manner (i) how to determine the level of the profit rate considered to be reasonable, or (ii) a profitability range whose lower and upper limits are established on the basis of comparative studies, by reference to the practice of other comparable European transport operators in this field, as well as (iii) specific requirements for transparent justification by CONPET of studies substantiating any increases in

profitability considered in the setting of transport tariffs such that these secondary normative provisions be aligned with the requirements of Article 20 of the Petroleum Law;

2.4. the tariff systems that are not currently focused on similar criteria and calculations for the two subsystems they regulate (i.e. domestic and import) to meet the requirements of ensuring equal treatment among the beneficiaries of the public transport service for the two types of subsystems, so that these secondary normative provisions are aligned with the requirements of Art. 20 of the Petroleum Law;

2.5. the procedural elements ensuring in a clear, transparent and efficient manner the right of CONPET SA's clients to express their point of view on the proposed tariffs advanced for approval by CONPET SA, on the basis of specific documentation made available thereto, respectively to the requests for revision/update of the tariffs transmitted by CONPET SA to NAMR and the related documentation, as well as to receive a reasoned response from the NAMR on the points of view formulated whether they are not taken into account in whole or in part by the NAMR, in such a way that these secondary normative provisions are aligned with the requirements of Art. 20 of the Petroleum Law and the transparency requirements applicable to the adoption of normative acts in compliance with the general European and national principle of good administration.

3. Order the respondent to pay the legal expenses.

After the communication of the summons request, but before the first court term (17.01.2023) OMV PETROM amended the summons request regarding the first claim of the request asking the court to order:

1. Regarding Order No. 229/2021:

Partial annulment of Art. 1 of Order No. 229/2021 regarding the tariffs established in Annex 1 and Annex 3 and, accordingly, Annexes 1 and 3 of Order No. 229/2021, regarding the tariffs for the domestic and import subsystems, within the limits of the tariffs that will be established as legal as a result of their recalculation in a transparent and non-discriminatory manner, in accordance with the constitutional provisions and those of the primary and secondary petroleum and competition legislation, as they are submitted through this summons.

2. Regarding Order No. 53/2008, partial cancellation of Art. 3-8 of the Annex to Order No. 53/2008, as well as the obligation of NAMR upon issuing a new order to properly complete Order No. 53/2008, by reference to the following:

2.1. the method of determining in the Methodology of the operating cost lacking transparency and clarity, with regard to (i) its components, the structure of each of these elements, not specifically foreseen, together with (ii) the algorithm for calculating the operating cost by reference to these elements and (iii) by taking into account only those elements which constitute, by their nature, operating costs, so that these secondary normative provisions are aligned with the requirements of Art. 20 of the Petroleum Law;

2.2. the algorithm for determining the modernization quota which does not provide in a specific, clear and transparent manner (i) the actual percentage of the modernization rate, (ii) the basis on which it applies, (iii) the concrete investments for which the modernization quota will be paid by the beneficiaries of the transport system, (iv) how to manage the surplus amounts received as a modernization quota and not used by the end of the financial year, which have been collected for the investment purposes, by taking these amounts into account in the calculation of the modernization quota to be paid by the beneficiaries in the following year, by reference to the investments envisaged therein and such amounts available for investments carried over from previous years, as well as (v) the management of bank interests received by the holder of the

concession agreement as a result of the deposit of amounts received as a modernization quota and not used by the latter, for the purpose of using interest rates for the same purpose and taking into account these amounts in the calculation of the modernization quota that beneficiaries have to pay in the following year with this title, so that these secondary normative provisions are aligned with the requirements of Art. 20 of the Petroleum Law;

2.3. the algorithm which does not result in a specific and transparent manner (i) how to determine the level of the profit rate considered to be reasonable, or (ii) a profitability range whose lower and upper limits are established on the basis of comparative studies, by reference to the practice of other comparable European transport operators in this field, as well as (iii) specific requirements for transparent justification by CONPET SA of studies substantiating any increases in profitability considered in the setting of transport tariffs so that these secondary normative provisions are aligned with the requirements of Art. 20 of the Petroleum Law;

2.4. the tariff systems that are not currently focused on similar criteria and calculations for the two subsystems they regulate (i.e. domestic and import) to meet the requirements of ensuring equal treatment among the beneficiaries of the public transport service for the two types of subsystems, so that these secondary normative provisions are aligned with the requirements of Art. 20 of the Petroleum Law;

2.5. the procedural elements ensuring in a clear, transparent and efficient manner the right of CONPET SA's clients to express their point of view on the proposed tariffs advanced for approval by CONPET SA, on the basis of specific documentation made available thereto, respectively to the requests for revision/update of the tariffs transmitted by CONPET SA to NAMR and the related documentation, as well as to receive a reasoned response from the NAMR or regarding the views expressed if they are not taken into account in whole or in part by NAMR, so that these secondary normative provisions are aligned with the requirements of Art. 20 of the Petroleum Law and the transparency requirements applicable to the adoption of normative acts in compliance with the general European and national principle of good administration.

3. Order the respondent to pay the legal expenses.

Deadline: The case was tried on 23.04.2024. The court postponed the ruling for 21.05.2024.

2. Case File No. 7035/2/2022 – București Court of Appeal – pending resolution

Procedural stage: Merits- Suspended

Parties: OMV Petrom SA - plaintiff

NAMR - defendant

CONPET SA - defendant

Object: The court is requested it order through its ruling:

1. Partial annulment of Art. 3 of Addendum No. 2 regarding the tariffs on the domestic and the import subsystems charged for the transport services provided by CONPET SA and established by Order No. 229/2021, within the limit of the amount of the tariffs that will be established as legal following the administrative litigation proceedings carried out by the Company, regarding the tariffs with NAMR;

2. Partial annulment of Art. 1 and 4 of Addendums No. 2, 6 and 9, namely of Art. 1 and 3 of Addendums No. 3, 4, 5, 7 and 8, by which the duration of the Transport Contract was extended for the period 01.01.2022 - 31.08.2022 with the application of the new tariffs approved by the Order No. 229/2021, within the limit of the amount of the tariffs that will be established as legal following the administrative litigation proceedings carried out by the Company, regarding the tariffs with NAMR and, consequently

3. Compel CONPET SA to pay to the Company, as compensation as a result of the partial cancellation of the Addenda, but also as a consequence of its illegal act of providing erroneous data that was the basis of the tariff elaboration process by NAMR based on the Order No. 229/2021 and then upon their payment by the Company based on the Addendums, of the amounts representing:

(i) the difference between the amount of the tariffs provided for in the Addendum No. 2 to the transport contract, concluded as a result of the new tariffs adopted by the Order No. 229/2021, paid by the Company in the period 01.01.2022 - 31.08.2022, as a result of the extension of the contractual period through the Addenda and the amount of the tariffs that will be established as legal following the administrative litigation proceedings carried out by the Company with NAMR, in respect thereof, updated as per the inflation index, as well as the related legal interest calculated from the date of payment of the tariff difference;

(ii) the difference between the amount of tariffs paid by the Company for the transport of crude oil, through the domestic subsystem, from the Midia Terminal, and the amount of the tariffs set proportionally, by reference to the domestic and import tariffs depending on the subsystem actually used for the transport of marine crude oil, updated as per the inflation index, as well as the related legal interest calculated from the date of payment of the tariff difference, for the following quantities transported from the Midia Terminal and for which the tariff for the domestic subsystem was illegally calculated and paid:

-13,905 tons from Art. 2 letter a) from Addendum No. 4 for March 2022;

-13,171 tons from Art. 2 letter a) from Addendum No. 5 for April 2022;

-13,307 tons from Art. 2 letter a) from Addendum No. 6 for May 2022;

-12,633 tons from Art. 2 letter a) from Addendum No. 7 for June 2022;

-12,072 tons from Art. 2 letter a) from Addendum No. 8 for July 2022;

-12,900 tons from Art. 2 letter a) from Addendum No. 9 for August 2022;

(iii) any other amounts representing civil fruits that CONPET SA acquired or could have acquired in connection with the amounts illegally charged from the Company based on the tariffs.

4. Compulsion to pay the legal expenses.

The plaintiff OMV PETROM filed a request to change the heads of request No. 2 and 3 of the introductory action plea in the sense that, in addition to Addendums No. 2 – 9, the Company understands to contest through this action the last 4 additional documents on the basis of which transport services were provided by CONPET SA, between September and December 2022, for the benefit of the company, as follows:

- Addendum No. 10/23.08.2022

- Addendum No. 11/22.09.2022

- Addendum No. 12/31.10.2022

- Addendum No. 13/22.11.2022

Therefore, considering the request to modify the preliminary action, the plaintiff OMV PETROM requests the court to order, through the sentence that will be handed down:

1. Partial annulment of Art. 3 of Addendum No. 2 regarding the tariffs on the domestic and the import subsystems charged for the transport services provided by CONPET SA and established by Order No. 229/2021, within the limit of the amount of the tariffs that will be established as legal following the administrative litigation proceedings carried out by the Company, regarding the tariffs with NAMR;

2. Partial annulment of Art. 1 and 4 of Addendums No. 2, 6, 9 and 12 respectively of Art. 1 and 3 of Addendums No. 3, 4, 5, 7, 8, 10, 11 and 13, by which the duration of the Transport Contract

was extended for the period 01.01.2022 - 31.12.2022 with the application of the new tariffs approved by the Order No. 229/2021, within the limit of the amount of the tariffs that will be established as legal following the administrative litigation proceedings carried out by the Company, regarding the tariffs with NAMR and, consequently;

3. Compelling CONPET SA to pay the Company, as compensation as a result of the partial cancellation of the Addendums No. 2 - 13, but also as a consequence of its illegal act of providing erroneous data that was the basis of the tariff elaboration process by NAMR, based on Order No. 229/2021 and then upon their payment by the Company, based on the Addendums, of the amounts representing:

(i) the difference between the amount of the tariffs provided for in Addendum No. 2 to the transport contract, concluded as a result of the new tariffs adopted by Order No. 229/2021, paid by the Company in the period 01.01.2022 - 31.12.2022, as a result of the extension of the contractual period through the Addenda and the amount of the tariffs that will be established as legal following the administrative litigation proceedings carried out by the Company with NAMR, in respect thereof, updated as per the inflation index, as well as the related legal interest calculated from the date of payment of the tariff difference;

(ii) the difference between the amount of tariffs paid by the Company for the transport of crude oil, through the domestic subsystem, from the Midia Terminal, and the amount of the tariffs set proportionally, by reference to the domestic and import tariffs depending on the subsystem actually used for the transport of marine crude oil, updated as per the inflation index, as well as the related legal interest calculated from the date of payment of the tariff difference, for the following quantities transported from the Midia Terminal and for which the tariff for the domestic subsystem was illegally calculated and paid:

-13,905 tons from Art. 2 letter a) from Addendum No. 4 for March 2022;

-13,171 tons from Art. 2 letter a) from Addendum No. 5 for April 2022;

-13,307 tons from Art. 2 letter a) from Addendum No. 6 for May 2022;

-12,633 tons from Art. 2 letter a) from Addendum No. 7 for June 2022;

-12,072 tons from Art. 2 letter a) from Addendum No. 8 for July 2022;

-12,900 tons from Art. 2 letter a) from Addendum No. 9 for August 2022;

-12,213 tons from Art. 2 letter a) from Addendum No. 10 for September 2022;

-12,411 tons from Art. 2 letter a) from Addendum No. 11 for October 2022;

-11,836 tons from Art. 2 letter a) from Addendum No. 12 for November 2022;

-12,048 tons from Art. 2 letter a) from Addendum No. 13 for December 2022;

(iii) any other amounts representing civil fruits that CONPET SA acquired or could have acquired in connection with the amounts illegally charged from the Company based on the tariffs.

4. Compulsion to pay the legal expenses.

Clarifications: By the **Conclusion dated 24.05.2023**, the Bucharest Court of Appeal rejects the plaintiff's request for forfeiture to submit the request to amend the head of claims 2 and 3 of the summons request as unfounded. In addition, as per Art. 413 Para. (1), item 1 Code of Civil Procedure, orders the suspension of the trial of the case until the final resolution of the case that is the subject of Case file No. 5971/2/2022 of the Bucharest Court of Appeal, Division IX of Administrative and Fiscal Litigation. The right of appeal for the duration of the suspension.

Trial date: --

3. Case File No. 4988/2/2023 – Bucharest Court of Appeal – pending resolution

Procedural stage: Merits - Suspended

Parties: OMV Petrom SA - plaintiff
 NAMR – defendant
 CONPET SA – defendant

Object: The court is requested that it include in its ruling:

1. Partial annulment of Art. 1 and Art. 3 of Addendums No. 10, No. 11 and No. 13, namely of Art. 1 and 4 of Addendum No. 12, by which the duration of the Transport Contract was extended for the period 01.09.2022 - 31.12.2022 with the application of the new tariffs approved by the Order No. 229/2021, within the limit of the amount of the tariffs that will be established as legal following the administrative litigation proceedings carried out by the Company, regarding the tariffs with NAMR and, consequently

2. The obligation of CONPET to pay to the Company, as compensations as a result of the partial annulment of Addendums No. 10-13, but also of its illegal act of providing erroneous data that was the basis of the tariff development process by NAMR based on Order No. 229/2021 and then upon their payment by the Company based on the Addendums, of the amounts representing:

i. the difference between the amount of the tariffs provided for in Addendum No. 2 to the transport contract, concluded as a result of the new tariffs adopted by Order No. 229/2021, paid by the Company in the period 01.09.2022 - 31.12.2022, as a result of the extension of the contractual period through the Addenda No. 10-13 and the amount of the tariffs that will be established as legal following the administrative litigation proceedings carried out by the Company with NAMR, in respect thereof, updated as per the inflation index, as well as the related legal interest calculated from the date of payment of the tariff difference;

ii. the difference between the amount of tariffs paid by the Company for the transport of crude oil, through the domestic subsystem, from the Midia Terminal, and the amount of the tariffs set proportionally, by reference to the domestic and import tariffs depending on the subsystem actually used for the transport of marine crude oil, updated as per the inflation index, as well as the related legal interest calculated from the date of payment of the tariff difference, for the following quantities transported from the Midia Terminal and for which the tariff for the domestic subsystem was illegally calculated and paid:

-12,213 tons from Art. 2 letter a) from Addendum No. 10 for September 2022;

-12,411 tons from Art. 2 letter a) from Addendum No. 11 for October 2022;

-11,836 tons from Art. 2 letter a) from Addendum No. 12 for November 2022;

-12,048 tons from Art. 2 letter a) from Addendum No. 13 for December 2022;

(iii) any other amounts representing civil fruits that CONPET SA acquired or could have acquired in connection with the amounts illegally charged from the Company based on the tariffs;

3. 4. Compulsion to pay the legal expenses.

Clarifications: At the deadline of 15.11.2023, the Bucharest Court of Appeal orders the suspension of the trial of this case until the final resolution of the case that is the subject matter of the Case File No. 7035/2/2022 of the Bucharest Court of Appeal. The right of appeal for the duration of the suspension.

Trial date: --

4. Case File No. 5559/2/2023 – Bucharest Court of Appeal

Procedural stage: Merits

Parties: OMV Petrom SA - plaintiff
 NAMR – defendant
 CONPET SA - defendant

Object: The court is requested that it include in its ruling:

1. Partial annulment of Art. 1 of Order No. 364/2022 regarding the tariffs established in Annex 1 and Annex 3 and, accordingly, Annexes 1 and 3 of Order No. 364/2022, regarding the tariffs for the domestic and import subsystems, within the limits of the tariffs that will be established as legal as a result of their recalculation in a transparent and non-discriminatory manner, in accordance with the constitutional provisions and those of the primary and secondary petroleum and competition legislation, as they are submitted through this summons.
2. Compulsion to pay the legal expenses.

Clarifications: By the Conclusion dated 18.04.2024 the Bucharest Court of Appeal rejects the joinder challenge, as unfounded. In addition, as per Art. 413 Para. 1, Item 1 of the Code of Civil Procedure suspends the trial of the case until the final resolution of the case file registered pending trial at the Bucharest Court of Appeal, Division IX of Administrative and Fiscal Litigation under No. 5971/2/2022. The conclusion can be appealed throughout the suspension.

Trial date: --

5. Case File No. 8213/2/2023 - Bucharest Tribunal

Procedural stage: Merits

Parties: OMV Petrom SA - plaintiff
 CONPET SA - defendant
 NAMR - defendant

Object: The court is requested that it include in its ruling:

1. Partial annulment of Art. 1 and Art. 3 of Addendum No. 14, Art. 1 and 4 of Addendums No. 15, 16, and 17, namely Art. 1 and 5 of Addendum No. 18, by which the duration of the Transport Contract was sequentially extended for the period 01.01.2023 - 31.12.2023, with the application of the new tariffs mentioned in Notification No. 811/06.01.2023 sent by CONPET SA, regarding the modification of transport tariffs through the National System for the Transport of crude oil, rich gas, condensate and ethane ("S.N.T.") starting January 1, 2023, based on Order No. 364/2022 (Annex 4), within the limit of the amount of the tariffs that will be established as legal following the administration of evidence from this case;
2. Partial annulment of Art. 2 of Addendums No. 14-18 to:
 - i. eliminate the quantities of 5-417 tons mentioned in the content of Art. 2 letter a) of Addendum no. 14 for the period January 1-15, 2023 that were transported from the Midia Terminal of the quantities transported through the domestic subsystem and the inclusion of the first quantities in those in item b) of the same article regarding the quantities transported through the import subsystem;
 - ii. 15,061 tons from Art. 2 letter a) of Addendum No. 15 for the period January 16 - February 28, 2023, transported from the Midia Terminal of the quantities transported through the domestic subsystem and the inclusion of the first quantities in those in item b) of the same article regarding the quantities transported through the import subsystem;
 - ii. eliminate the quantities of 40,859 tons from Art. 2 letter a) of Addendum No. 16 for the period March 1 - June 30, 2023, transported from the Midia Terminal of the quantities transported through the domestic subsystem and the inclusion of the first quantities in those in item b) of the same article regarding the quantities transported through the import subsystem;
 - iv. eliminate the quantities of 28,811 tons mentioned in the content of Art. 2 letter a) of Addendum No. 17 for the period July 1 - September 30, 2023, transported from the Midia Terminal of the quantities transported through the domestic subsystem and the inclusion of the

first quantities in those in item b) of the same article regarding the quantities transported through the import subsystem;

v. eliminate the quantities of 28,898 tons mentioned in the content of Art. 2 letter a) of Addendum No. 18 for the period October 1 - December 31, 2023, transported from the Midia Terminal of the quantities transported through the domestic subsystem and the inclusion of the first quantities in those in item b) of the same article regarding the quantities transported through the import subsystem;

3. The compulsion of CONPET SA to pay to the Company, as compensation as a result of the partial cancellation of the Addenda, but also its illegal act of providing erroneous data that was the basis of the tariff development process by NAMR based on the Order no. 364/2022 and then upon their payment by the Company based on the Addendums, of the amounts representing:

(i) the difference between the amount of the tariffs provided for in Addendum No. 14 - 18 to the transport contract, concluded as a result of the new tariffs adopted by Order No. 364/2022, paid by the Company in the period 01.01.2023 - 31.12.2023, and the amount of the tariffs that will be established as legal following the administrative litigation proceedings carried out by the Company with NAMR, in respect thereof, updated as per the inflation index, as well as the related legal interest calculated from the date of payment of the tariff difference;

ii. the difference between the amount of tariffs paid by the Company for the transport of crude oil, through the domestic subsystem, from the Midia Terminal, and the amount of the tariffs set proportionally, by reference to the domestic and import tariffs depending on the subsystem actually used for the transport of marine crude oil, updated as per the inflation index, as well as the related legal interest calculated from the date of payment of the tariff difference, for the following quantities transported from the Midia Terminal and for which the tariff for the domestic subsystem was illegally calculated and paid:

-5,417 tons from Art. 2 letter a) from Addendum No. 14 for the period January 1 - 15, 2023;

-15,061 tons from Art. 2 letter a) from Addendum No. 15 for the period January 16 - February 28, 2023;

-40,859 tons from Art. 2 letter a) from Addendum No. 16 for the period March 1 - June 30, 2023;

-28,811 tons from Art. 2 letter a) from Addendum No. 17 for the period July 1 - September 30, 2023;

-28,898 tons from Art. 2 letter a) from Addendum No. 18 for the period October 1 - December 31, 2023;

iii. any other amounts representing civil fruits that CONPET SA acquired or could have acquired in connection with the amounts illegally charged from the Company based on the tariffs;

4. Compulsion to pay the legal expenses.

Clarifications: By Decision No. 775/26.04.2024 admits the motion to dismiss for lack of jurisdiction. It declines the jurisdiction to resolve the case in favor of the Bucharest Tribunal, Administrative and Fiscal Litigation Division.

Trial date: --

3.5. Analysis of the corporate activity

3.5.1. Capital Market Business

The shares issued by CONPET SA are traded on the regulated market managed by the Bucharest Stock Exchange, on the Principal segment, under the Equity sector - Premium category, under “COTE” symbol.

At the end of the first quarter of 2024, the trading price of CONPET shares recorded an increase by 7.3% compared to the closing price of the first trading day of the previous year.

In summary, the transactions recorded with CONPET SA shares on Bucharest Stock Exchange during January - March 2024 are as follows:

- 3,140 transactions were performed, 15.9% lower YoY (3,733). The total volume of shares traded amounted to 159,993 shares, app. 54.8% higher than the volume recorded during January - March 2023 (103,327 shares);
- the total value of the trades amounted to 13,681,007 RON, 79.5% higher than the value recorded in the same period of 2023 (7,622,805 RON);
- the average trading price was 85.63 RON/share, higher by 11.43 RON/share compared to the average share price registered during the same period of 2023 (74.20 RON/share);
- the maximum limit registered by the trading price was 88.60 RON/share and was reached at the end of March;
- the stock market capitalization at the end of the QI 2024 was 760,130,958 RON, up by 16.4% compared to the value recorded at the end of the same period of 2023 (652,777,611 RON). On 31.03.2024, as per TOP 100 issuers according to capitalization, CONPET SA ranked 33.

The main trading indices during January - March 2024 for the shares issued by CONPET SA are presented in the following table:

Indices Month	Average price (RON/share)	No. of trades	No. of traded shares	Value of trades (RON)
January	84.80	1,317	73,171	6,198,709
February	85.61	847	32,369	2,770,489
March	86.47	976	54,453	4,711,809
Cumulated	85.63	3,140	159,993	13,681,007

Table 24 - Main trading indices

The evolution of the average trading price of CONPET SA shares, during January – March 2024, is the following:

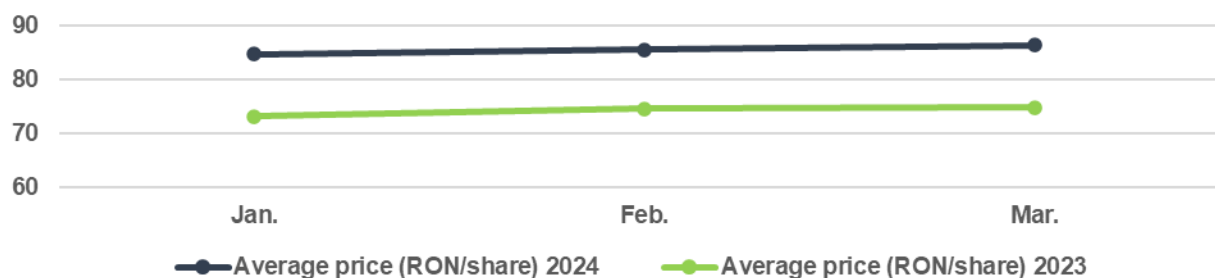


Chart 10 - Evolution of the average trading price of the shares

During January-March 2024 the average trading price of the shares of CONPET SA followed an upward trend. Within the first 3 months of 2024, the average trading price of CONPET shares was higher than the values recorded within the same period of the previous year.

Currently, the company CONPET SA is included in 9 out of the total 11 stock indices of the Bucharest Stock Exchange, namely **BET, BET-TR, BET-XT, BET-XT-TR, BET-BK, BET-NG, BET Plus, BET-TRN și BET-XT-TRN** as well as FTSE Global Micro Cap dedicated to the emerging markets. The inclusion of the company in the respective indices confirms the company's value on the Romanian capital market, which leads to the increase of investors' confidence in CONPET SA, the company being considered a benchmark on the Romanian capital market.

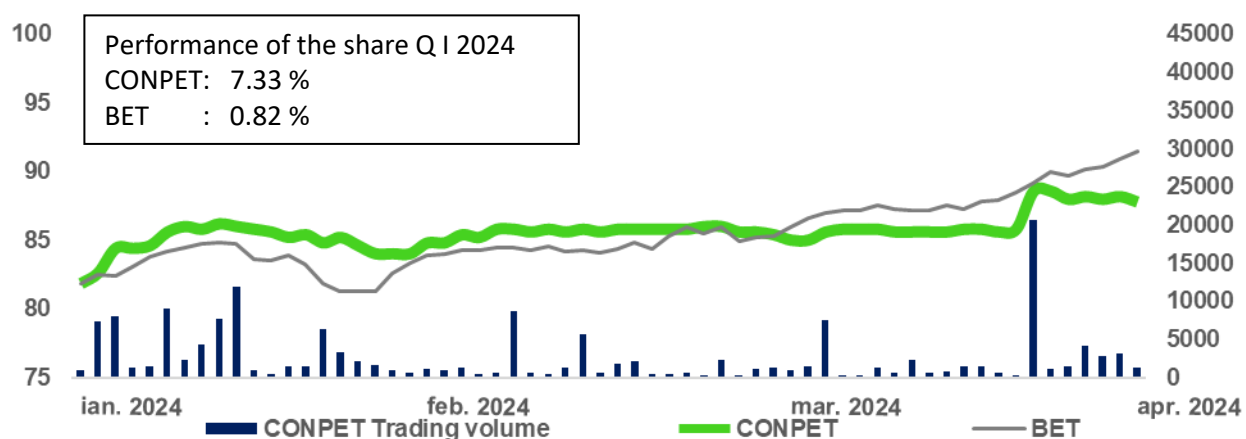


Chart 11 - Evolution of COTE shares vs. BET index rebased (RON)

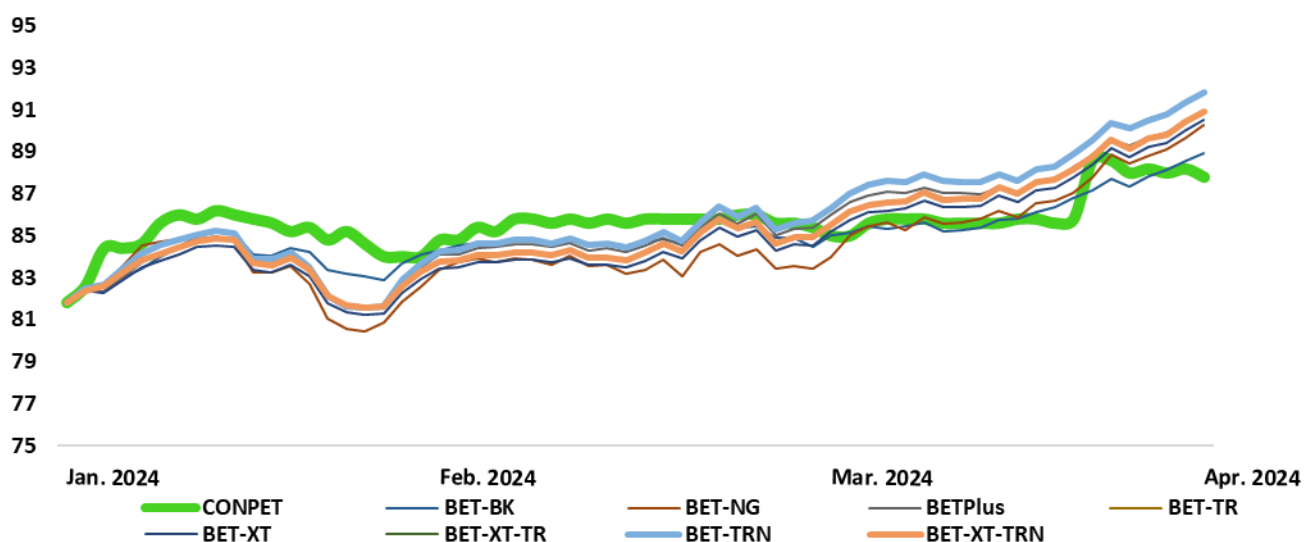


Chart 12 - Evolution of COTE shares vs stock Indices (rebased) including 3 months 2024 (RON)

Own shares, issuance of bonds or other debt securities

CONPET SA has not carried out any transactions aimed at buying its own shares and did not own any of its shares at the end of 2024 Q1.

CONPET SA has not issued bonds or other debt securities.

Dividends

CONPET SA continued its dividend policy, the gross dividend per share being 6.79 RON. The dividend yield recorded at the date of dividend approval was 7.75 %.

The Ordinary General Meeting of Shareholders dated 25.04.2024 approved the distribution of the amount of 57,891,137 RON from the net profit and of the amount of 862,397 RON from the retained earnings as dividends.

The date of payment set by the OGMS was 17.06.2024.

The evolution of the gross dividend per share in the financial years within the last 5 years is the following:

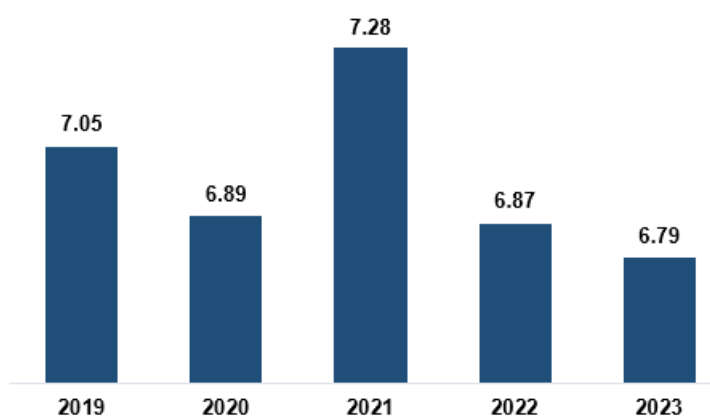


Chart 13 - Evolution of the paid dividend per share

During 2018-2023, the company CONPET SA also distributed, apart from the dividends distributed from the profit, additional amounts representing retained earnings and other reserves.

3.5.2. The Executive Management

Between January 1st, 2024 and March 31st, 2024, the organizational structure was the following:

Directors:

Position:	Name and Surname	Obs.
Director General	Eng. TUDORA Dorin	4-year mandate contract, starting 20.10.2023 up to 19.10.2027, inclusive of.
Deputy Director General	Jr. DUMITRACHE Mihaela - Anamaria	4-year mandate contract, starting 20.10.2023 up to 19.10.2027, inclusive of.

Position:	Name and Surname	Obs.
Deputy Director General 3	Eng. NECȘULESCU Radu Florentin	Individual employment contract until 15.01.2024.
		4-year mandate contract, starting 15.01.2024 up to 19.10.2027, inclusive of.
Economic Director	Econ. TOADER Sanda	4-year mandate contract, starting 20.10.2023 up to 19.10.2027, inclusive of.
Deputy Director General 2	Jr. LUPEA Ioana Mădălina	Individual employment contract, appointed as Deputy Director General 2 starting as per the decision of the Director General, starting 07.11.2023, until the termination of the mandate contract of the Director General, but no later than 06.11.2026 (inclusive of).

Heads of Units:

Position:	Name and Surname
Head of Transport Operations Unit	Eng. STOICA Narcis Florin
Head of Maintenance Development Unit	Eng. BUZATU Dan
Head of Communication and Corporate Governance Unit	PATRICHI Bianca Maria
Head of the HSE Unit	Eng. MARUSSI Mădălina Mihaela
Head of Commercial Unit	Jr. MANOLACHE Dan
Chief Engineer:	
Development-Maintenance Chief Engineer	CÎRLAN Florentina – Anca

Table 25 - The Executive – Management

3.5.3. Sponsorship activities concluded in the first 3 months 2024

The sponsorship activity was performed in compliance with the annual Revenues and Expenditure Budget, falling within the sponsorship expenses broken down by areas of interest.

The company's sponsorship policy supports both traditional projects, those that have an important and lasting impact on the community, as well as requests for smaller-scale requests, which promote, through ideas and actions, individual performance.

In the Revenue and Expenditure Budget of CONPET SA sponsorship expenses of 800 thousand RON are provided for, for the year 2024.

In Q1 2024, in the Board of Directors meeting dated 20.03.2024, the granting of a number of nine sponsorships was approved. Of these, for eight sponsorship contracts, the due amounts were paid in April 2024.

In the period 01.01.2024 - 31.03.2024, the company granted a sponsorship worth 20 thousand RON - the "other actions and activities" field, to the "Grigore Alexandru Ghica" association of the Romanian Gendarmerie for the organization of events dedicated to the 174th anniversary of the establishment of the Gendarmerie.

3.5.4. The impact of the Russia - Ukraine conflict on the activity of the company CONPET SA

In the short term, the company's activity is not affected and there are no indications of asset depreciation following the effects of the war between Russia and Ukraine. The medium and long-term impact of this conflict and the sanctions imposed on Russia cannot be anticipated at this time with sufficient accuracy. Considering that the Company's activity is somewhat dependent on the area affected by sanctions (especially Russia), in terms of sales, we believe that the Company has the capacity and ability to continue its activity for the foreseeable future, so that it is affected as little as possible.

4. RELEVANT CORPORATE EVENTS IN THE FIRST 3 MONTHS OF 2024 AND UP TO THE DATE OF THE REPORT

February 28th, 2024

The Ordinary General Meeting of Shareholders approved the Investment Program and the Revenues and Expenditure Budget for 2024.

April 25th, 2024

The Ordinary General Meeting of Shareholders approved the Annual Financial Statements as of and for the financial year concluded on 31.12.2023. In the same meeting, the OGMS approved the distribution of the net profit for the financial year 2023 and of some amounts of the retained earnings.

5. PRESENTATION OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements at 31.03.2024 and for the 3-month period ended 31.03.2024 were prepared in compliance with IAS 34 - Interim Financial Reporting.

The interim financial statements do not include all the information and elements published in the annual financial statements and must be read in conjunction with the annual financial statements, drawn up on December 31st, 2023.

The simplified interim financial statements at the date and for the three months period ended March 31st, 2024, included in this report, have not been audited.

Accounting Policies

The accounting policies and the evaluation methods adopted in view of preparing the interim financial statements are the same as those used for the preparation of the financial statements for the year concluded on December 31st, 2023.

Annexes:

Annex No. 1 Interim Statement of the Financial Standing on March 31st, 2024;

Annex No. 2 Interim Statement of the profit or loss and other global result elements for the 3-

month period ended March 31st, 2024;

Annex No. 3 Interim cash-flow statement for the 3-month period ended March 31st, 2024;

Annex No. 4 Statement of services procurement contracts with values higher than 100.000 EUR, concluded between 01.01.2023 - 31.03.2023.

**Chairman of the Board of Directors
CONPET SA
Gheorghe Cristian – Florin**

**Director General
Eng. Tudora Dorin**

**Deputy Director General
Jr. Dumitrache Mihaela Anamaria**

**Deputy Director General 3
Eng. Necşulescu Radu**

**Economic Director
Econ. Toader Sanda**

INTERIM STATEMENT OF THE FINANCIAL STANDING ON MARCH 31st, 2024

Name	March 31 st 2024	December, 31 st 2023
Tangible assets	660,489,791	670,831,075
Intangible assets	4,951,132	5,559,573
Financial Assets	536,297	2,522,803
Deferred corporate tax receivables	1,399,405	-
Total non-current assets	667,376,625	678,913,451
Inventories	6,234,412	6,519,564
Trade receivables and other receivables	55,289,714	52,981,332
Cash and cash equivalents	132,886,325	107,742,173
Prepaid expenses	1,563,313	697,600
Total current assets	195,973,764	167,940,669
TOTAL ASSETS	863,350,389	846,854,120
Subscribed and paid-up share capital	28,569,842	28,569,842
Legal reserves	5,713,968	5,713,968
Revaluation reserves	48,029,113	49,838,300
Other reserves	548,902,330	547,585,477
Retained earnings	100,396,531	36,970,805
Result of the year	12,960,257	61,616,539
Total equity	744,572,041	730,294,931
Liabilities to employees	26,544,524	25,764,827
Other long-term liabilities	3,172,659	2,792,606
Liabilities Deferred Tax	-	901,503
Total long-term liabilities	29,717,183	29,458,936
Trade liabilities	22,517,280	33,091,805
Current Income Tax	5,306,202	1,807,695
Other liabilities	32,338,278	28,764,158
Liabilities to employees	18,404,126	14,143,449
Short-term provisions	10,495,279	9,293,146
Total current liabilities	89,061,165	87,100,253
Total liabilities	118,778,348	116,559,189
TOTAL EQUITIES AND LIABILITIES	863,350,389	846,854,120

Annex no. 2

**INTERIM STATEMENT OF PROFIT AND LOSS AND OF OTHER ELEMENTS OF THE
GLOBAL RESULT FOR THE THREE MONTHS PERIOD ENDED
March 31st, 2024**

Name	March 31 st 2024	March 31 st 2023
Revenues from contracts	133,890,584	127,738,900
Other revenues	22,791,332	10,469,248
Total operating revenues	156,681,916	138,208,148
Inventories Expenses	1,227,059	1,904,372
Expenses with energy and water	5,509,117	7,358,849
Personnel expenses	49,619,960	45,700,282
Value adjustments of fixed assets, less adjustments related to rights of use resulted from leasing contracts	19,817,643	13,614,057
Value adjustments on rights of use resulted from leasing contracts	528,486	508,897
Impairments of current assets	7,828,833	(28,378)
Expenses with external services	34,969,354	28,496,608
Loss from disposal of assets	18,278	-
Provision adjustments	6,393,493	4,865,240
Other expenses	16,765,626	16,373,080
Total Operating Expenses	142,677,849	118,793,007
Operating Profit	14,004,067	19,415,141
Financial Revenues	1,669,351	1,976,078
Interest expenses related to leasing contracts	60,588	67,454
Other financial expenses	32,513	9,863
Financial Expenses	93,101	77,317
Financial profit	1,576,250	1,898,761
Profit before income tax	15,580,317	21,313,902
Expenses with current income tax	4,920,968	4,109,434
Expenses with (revenues coming from) deferred corporate tax	(2,300,908)	(809,364)
PROFIT OF THE PERIOD	12,960,257	18,013,832
Net increase of the modernization quota reserve	1,316,854	5,237,004
<i>Total other global result elements that will be subsequently reclassified as profit or loss</i>	1,316,854	5,237,004
TOTAL OTHER ELEMENTS OF THE GLOBAL RESULT	1,316,854	5,237,004
TOTAL GLOBAL RESULT	14,277,111	23,250,836
Result per share	1.50	2.08

Annex no. 3

**INTERIM CASH-FLOW STATEMENT FOR THE THREE MONTHS PERIOD ENDED
March 31st, 2024**

-RON-

Name of the Item		3 months 2024 (unaudited)	3 months 2023 (unaudited)
	Cash flows from operating activities:		
+	Proceeds from services supply	139,675,350	133,174,316
+	Proceeds from interests related to banking placements	1,634,648	1,785,560
+	Other proceeds	4,709,802	950,269
-	Payments to the suppliers of goods and services	41,263,377	33,441,527
-	Payments to and on behalf of the employees	49,753,735	46,775,080
-	VAT payments	16,087,250	10,644,571
-	Expenses with corporate tax and specific tax	1,422,461	18,359
-	Other payments regarding the operating activities	12,397,599	11,593,806
A	Net cash from operating activity	25,095,378	33,436,802
	Cash flows from investment activities:		
+	Proceeds from sale of tangible assets	826	-
+	Proceeds from modernization quota	15,934,743	15,379,786
-	Payments for purchase of tangible assets	15,108,969	50,050,600
B	Net cash from investment activity	826,600	(34,670,814)
	Cash-flows from financing activities:		
-	Paid dividends	50,788	112,116
-	Payments on the debt related to the leasing	660,143	840,758
-	Interest payments	66,894	59,274
C	Net cash from financing activities	(777,825)	(1,012,148)
	Net increase of the cash and cash equivalents=A+B+C=D2-D1	25,144,153	(2,246,160)
D1	Cash and cash equivalents at the beginning of the period	107,742,173	127,672,452
D2	Cash and cash equivalents at the end of the period	132,886,326	125,426,292

Annex no. 4

**STATEMENT OF SERVICES PROCUREMENT CONTRACTS WITH VALUES HIGHER THAN 100,000 EURO,
CONCLUDED BETWEEN 01.01.2024 – 31.03.2024**

Crt. No.	Name of the contractor	Scope of the Contract	Name of the contract	The applied procurement procedure	Name of the beneficiary (if different from the contracting authority)	Tender notice/invitation number	Initial contract value (RON)	Contract value after potential addenda	Date of commencement of the contract	Initially set-duration (in months)	Final contract duration (in months)
1	AUTOGAS IMPEX SRL.	Rental services of 15 tank cars suitable and authorized for transport of hydrocarbon gases in liquefied mixture, NSA (Mixture C)	S-CA 24/ 29.02.2024	Tender	-	2678/ 18.01.2024	1,040,250.00	1,040,250.00	01.03.2024	24	24
2	ASITO KAPITAL SA	Voluntary health insurance services for CONPET SA employees	S-CA 27/ 05.03.2024	TENDER	-	1343/ 10.01.2024	1,454,690.00	1,454,690.00	10.03.2024	12	12
3	REVA S.A.	Planned RP-FIR type repairs (without container intervention, with full painting) on 38 Zaes wagons of 60 cubic meters, crude oil transport and 3 Zagkks wagons of 80 cubic meters with replacement of 108 axes	S-CA 30/ 12.03.2024	TENDER	-	2680/ 18.01.2024	2,980,100.00	2,980,100.00	12.03.2024	12	12
4	SERVICE FAUR SRL.	RR planned repair to locomotive 1250 LDH HP no. 92530810790-1	S-CA 50/ 28.03.2024	TENDER	-	2681/ 18.01.2024	1,173,065.00	1,173,065.00	-	2	2
Total QUARTER I - 4 CONTRACTS VALUE QUARTER I = 6,648,105.00 RON											
CUMULATED TOTAL - 4 CONTRACTS Cumulated value = 6,648,105.00 RON											

FINANCIAL STATEMENTS
on the date and for the 3 months period ended
March 31, 2024

approved by the Ministry of Finance Order no. 2844/2016 and
the International Accounting Standard no. 34 „Interim Financial Reporting”

CONTENTS:

Interim Financial Statements

Interim statement of the financial standing	1
Interim statement of profit and loss and other elements of the global result ²	
Interim Statement of changes in shareholders' equity	3 – 4
Interim Statement of Cash-flows	5 - 6
Explanatory Notes to the interim financial statements	7 - 26

INTERIM STATEMENT OF THE FINANCIAL STANDING ON MARCH 31, 2024

Name		- RON-	
		March 31 st 2024	December 31 st , 2023
ASSETS			
Intangible assets			
Tangible assets	4	660,489,791.	670,831,075.
Intangible assets	5	4,951,132.	5,559,573.
Financial Assets	6	536,297	2,522,803.
Deferred corporate tax receivables	13	1,399,405	-
Total non-current assets		667,376,625	678,913,451
Current assets			
Inventories	7	6,234,412	6,519,564
Trade receivables and other receivables	8	55,289,714	52,981,332
Cash and cash equivalents	9	132,886,325	107,742,173
Prepaid expenses		1,563,313	697,600
Total current assets		195,973,764	167,940,669
TOTAL ASSETS		863,350,389	846,854,120
EQUITY AND LIABILITIES			
Equities			
Subscribed and paid-up share capital	10	28,569,842.	28,569,842.
Legal reserves	10	5,713,968	5,713,968.
Revaluation reserves	10	48,029,113	49,838,300
Other reserves	10	548,902,330	547,585,477.
Retained earnings	10	100,396,531	36,970,805
Result of the year	10	12,960,257	61,616,539
Total equity		744,572,041	730,294,931
Long-term liabilities			
Liabilities to employees	11	26,544,524	25,764,827
Other long-term liabilities	11	3,172,659.	2,792,606.
Deferred tax liability		-	901,503
Total long-term liabilities		29,717,183	29,458,936.
Current liabilities			
Trade liabilities	11	22,517,280	33,091,805.
Current Corporate Tax	13	5,306,202	1,807,695.
Other liabilities	11	32,338,278	28,764,158.
Liabilities to employees	11	18,404,126	14,143,449.
Short-term provisions	12	10,495,279	9,293,146
Total current liabilities		89,061,165	87,100,253
Total liabilities		118,778,348	116,559,189
TOTAL EQUITIES AND LIABILITIES		863,350,389	846,854,120

These interim financial statements and the related notes, from page 1 to page 26, have been authorized for issue by the company's management on May 15, 2024.

Director General

**Economic Director, Dorin Tudora
Econ. Sanda Toader**

The attached notes, from 1 to 20, are an integral part of these financial statements.

INTERIM STATEMENT OF PROFIT AND LOSS AND OTHER ELEMENTS OF THE GLOBAL RESULT FOR THE THREE MONTHS PERIOD ENDED MARCH 31st, 2024

		- RON-	
Name		March 31st, 2024	March 31st, 2023
Revenues from contracts		133,890,584	127,738,900
Other revenues		22,791,332	10,469,248
Total Operating Expenses	15	156,681,916	138,208,148
Expenditure on inventories		1,227,059	1,904,372
Expenses with energy and water		5,509,117	7,358,849
Personnel expenses		49,619,960	45,700,282
Value adjustments on fixed assets, less adjustments related to rights of use resulted from lease contracts		19,817,643	13,614,057.
Value adjustments for rights of use resulted from leasing contracts		528,486	508,897
Value adjustments on current assets		7,828,833	(28,378)
Expenses with external services		34,969,354	28,496,608
Loss from disposal of assets		18,278	-
Provision adjustments		6,393,493	4,865,240
Other expenses		16,765,626	16,373,080
Total Operating Expenses	16	142,677,849	118,793,007
Operating Profit		14,004,067	19,415,141
Financial Revenues		1,669,351	1,976,078
Interests' expenses related to leasing contracts		60,588	67,454
Other financial expenses		32,513	9,863
Financial expenses		93,101	77,317
Financial profit	17	1,576,250	1,898,761
Profit before corporate tax		15,580,317	21,313,902
Expenses with current corporate tax	13	4,920,968	4,109,434
Expenses with (revenues coming from) deferred corporate tax	13	(2,300,908)	(809,364)
PROFIT OF THE PERIOD		12,960,257	18,013,832
Net increase of the modernization quota reserve		1,316,854	5,237,004
Total other global result elements that will not be subsequently reclassified as profit or loss		1,316,854	5,237,004
TOTAL OTHER ELEMENTS OF THE GLOBAL RESULT		1,316,854	5,237,004
TOTAL GLOBAL RESULT		14,277,111	23,250,836
Earnings per share		1.50	2.08

These interim financial statements and the related notes, from page 1 to page 26, have been authorized for issue by the company management on May 15th, 2024.

**Director General,
Eng. Dorin Tudora**

**Economic Director,
Econ. Sanda Toader**

The attached notes, from 1 to 20, are integral part of these financial statements.

INTERIM STATEMENT OF THE CHANGES IN EQUITY ON MARCH 31st, 2024 (unaudited)

							- RON-
Name	Share capital	Legal reserves	Revaluation reserves	Other reserves	Retained earnings	Year's profit or loss	Total Equities
Balance on January 1, 2024	28,569,842	5,713,968	49,838,300	547,585,477	36,970,805	61,616,539	730,294,931.
Net result of the year	-	-	-	-	-	12,960,257	12,960,257
Surplus from revaluation	-	-	(1,809,187)	-	1,809,187	-	-
Net increase of the modernization quota reserve	-	-	-	1,316,854.	-	-	1,316,854
The transfer of the profit related to the previous year at the retained earnings until the distribution thereof on the destinations approved by the shareholders in the ordinary general meeting from April 25, 2024	-	-	-	-	61,616,539	(61,616,539)	-
Total other global result elements	-	-	(1,809,187)	1,316,854	63,425,726.	(61,616,539)	1,316,854
Total global revenues related to the period	-	-	(1,809,187)	1,316,854	63,425,726	(48,656,282)	14,277,111
Balance on March 31, 2024	28,569,842	5,713,968	48,029,113	548,902,330	100,396,531	12,960,257	744,572,041

The company CONPET S.A.

INTERIM STATEMENT OF CHANGES IN EQUITY ON MARCH 31, 2023 (unaudited)

							- RON-
Name	Share capital	Legal reserves	Revaluation reserves	Other reserves	Retained earnings	Year's profit or loss	Total Equities
Balance on January 1, 2023	28,569,842	5,713,968	17,101,648	533,897,764	37,149,214	61,663,616	684,096,052
Net result of the year	-	-	-	-	-	18,013,832	18,013,832
Surplus from revaluation	-	-	(230,001)	-	230,001	-	-
Net increase of the modernization quota reserve	-	-	-	5,237,004	-	-	5,237,004.
The transfer of the profit related to the previous year at the retained earnings until the distribution thereof on the destinations approved by the shareholders in the ordinary general meeting from April 27, 2023					61,663,616.	(61,663,616)	-
Total other global result elements	-	-	(230,001)	5,237,004	61,893,617	(61,663,616)	5,237,004.
Total global revenues related to the period	-	-	(230,001)	5,237,004	61,893,617	(43,649,784)	23,250,836
Balance on March 31, 2023	28,569,842	5,713,968	16,871,647	539,134,768	99,042,831	18,013,832	707,346,888

Note: the position „Other reserves” includes also the reserve representing the modernization quota in amount of 497,983,994 RON on 31.03.2024, namely 496,667,140 RON on 01.01.2024. This reserve is constituted as per GD no.168/1998. The modernization quota is intended exclusively for funding the modernization and development works from public property. The modernization quota is being collected at the extent of capitalization and proceeds of the production and is reflected in the reserves on account of the expenses. On a monthly basis, the reserve of modernization quota at the level of depreciation of fixed assets financed from this source is resumed in revenues. On 31.03.2024, the value of the reserve representing the modernization quota that is to be resumed to revenues at the level of the depreciation of fixed assets financed out of this source, of 465.514.526 RON, and the difference of 32,469,468 RON represents the reserve available destined to the modernization and development works related to the goods from public domain.

These interim financial statements and the related notes, from page 1 to page 26, have been authorized for issue by the company's management on May115h, 2024.

**Director General,
Eng. Dorin Tudora**

**Economic Director,
Econ. Sanda Toader**

The attached notes, from 1 to 20, are an integral part of these financial statements.

INTERIM CASH-FLOWS STATEMENT FOR THE THREE MONTHS PERIOD ENDED March 31, 2024

		- RON-	
	Name of the Item	3 months 2024 (unaudited)	3 months 2023 (unaudited)
	Cash flows from operating activities:		
+	Proceeds from services supply	139,675,350	133,174,316.
+	Proceeds from interests related to banking placements	1,634,648	1,785,560
+	Other proceeds	4,709,802	950,269
-	Payments to the suppliers of goods and services	41,263,377	33,441,527
-	Payments to and on behalf of the employees	49,753,735	46,775,080
-	VAT payments	16,087,250	10,644,571
-	Expenses with corporate tax and specific tax	1,422,461	18,359
-	Other payments regarding the operating activities	12,397,599	11,593,806
A	Net cash from operating activity	25,095,378	33,436,802.
	Cash flows from investment activities:		
+	Proceeds from sale of tangible assets	826	-
+	Proceeds from modernization quota	15,934,743	15,379,786.
-	Payments for purchase of tangible assets	15,108,969.	50,050,600.
B	Net cash from investing activity	826,600.	(34,670,814)
	Cash-flows from financing activities		
-	Paid dividends	50,788	112,116.
-	Payments on the account of the leasing-related debt	660,143	840,758.
-	Interest payments	66,894.	59,274.
C	Net cash from financing activities	(777,825)	(1,012,148)
	Net increase of the cash and cash equivalents=A+B+C=D2-D1	25,144,153	(2,246,160)
D1	Cash and cash equivalents at the beginning of the period	107,742,173	127,672,452.
D2	Cash and cash equivalents at the end of the period	132,886,326.	125,426,292.

The cash and cash equivalents at 31.03.2024 have decreased by 23.3% (25.14) compared to December 31, 2023 (132,886,326 mRON compared to 107,742,173 RON).

Of the total availabilities in balance on 31.03.2024, the party related to the modernization quota amounts to 32,469,468 RON.

The effects of the three business areas (operation, investment and financing) over the cash in the 3 months period of 2024 reveal the following:

- the operating activity triggered a cash-flow in amount of 25,095,378 RON;
- the investments activity ended with a negative cash in amount of 826,600 RON;
- the financing activity has diminished the total cash flow by 777,825 RON.

The net cash from the operating activity at the end of the reported period is lower than the one recorded in the similar period of the previous year, with the amount of 8.34 million lei, due to the increase in payments to employees, suppliers and the state budget.

The net cash from the investment activity registers a negative value, lower by 35.50. compared to the level registered in 2023, due to the decrease of the cash outputs for the investment activity.

The financing activity records negative amounts of cash in both periods due to dividend payments to shareholders and cash outflows for leasing.

The company CONPET S.A.
Interim statement of cash flows for the period of three months ended March 31, 2024

These interim financial statements and the related notes, from page 1 to page 26, have been authorized for issue by the company's management on May 15th, 2024.

**Director General,
Eng. Dorin Tudora**

**Economic Director,
Econ. Sanda Toader**

The attached notes, from 1 to 20, are integral part of these financial statements.

1. Business Description and General Information

The company "CONPET" S.A. ("The Company") is a joint-stock company, with a unitary system administration, as per Law no. 31/1990 on the companies, republished, subsequent amendments, registered at the Prahova Trade Registry under no. J29/6/1991, and the Financial Supervisory Authority by the registration certificate no. 7227/1997.

The of the registered offices is Ploiesti Municipality no. 1-3, Anul 1848 Street, Prahova County.

CONPET S.A.is the concessionaire for the operation of the National System of Transport of crude oil, rich gas, condensate and ethane, quality acquired in 2002, by concluding with the National Agency for Mineral Resources (N.R.M.A.), the competent authority representing the interests of the state in the field of oil resources, of the Concession Oil Agreement, agreement approved by GD no.793/25.07.2002.

The shares of the company have been traded on the Bucharest Stock Exchange (BVB) under the issuer symbol "COTE".

Currently, the shares of the company CONPET SA, have been traded on the Bucharest Stock Exchange, namely **BET, BET-TR, BET-XT, BET-XT-TR, BET-BK, BET-NG, BET Plus, BET-TRN and BET-XT-TRN**. At the same time, starting from March 21, 2022, the shares of the company CONPET S.A. are part of the FTSE Global Micro Cap indices dedicated to emerging markets, and on 1st of September 2023, following the quarterly revision of the indices carried out by the global provider of MSCI indices, CONPET (COTE) is included in the MSCI Frontier IMI indices and MSCI Romania IMI (Investable Market Indices).

On March 31, 2024, CONPET SA has a market capitalization of 760.13 mRON (152,96 mEURO), ranking 33 in the "Top Issuers according to capitalization".

Company's Set-up

CONPET is set up based on GD no. 1213/20.11.1990 regarding the set-up of the joint stock commercial companies in the industry, pursuant to Law no.15/1990 regarding the reorganization of the public economic units as autonomous administrations and joint stock companies, by taking over all assets and liabilities of the former Crude Oil Pipeline Transport Enterprise (Rom.I.T.T.C.).

The shareholder structure and number of voting rights on 31.03.2024 are:

- a) The Romanian State by the Ministry of Energy, holding 5,083,372 shares with voting rights representing 58.72% of the share capital,
- b) legal persons, with 2,080,086 shares with voting rights representing 24.02% of the share capital, and
- c) natural persons, with 1,494,070 shares with voting rights representing 17.26% of the share capital.

Company's Mission

The mission of CONPET is the operation of the National Oil Transport System in safe and efficient conditions, free access to the available capacity of the system of all applicants, legal authorized entities, on equal terms, in a non-discriminatory and transparent manner.

Other Information on the Company's Business

According to the constituent act, the main activity of the company consists in the transport of crude oil, gas, ethane and condensed by pipelines, pipelines, for the purpose of supplying oil refineries and crude oil derivatives from domestic production and imported crude oil (code NACE 4950-“transport via pipeline”).

CONPET supplies transport services for its clients both via the National Transport System concessioned based on the Oil Concession Agreement of the National Transport System of Crude Oil, Rich Gas, Condensate and Ethane via pipelines, as well as by rail, from the loading ramps to the refineries, for the oil areas not connected to the major transport pipelines.

The crude oil National Transport System represents the ensemble of the major interconnected pipelines ensuring the collection of the oil extracted from the exploitation areas or of the imported, from the delivery sites to the processing units.

CONPET, as a Concessionaire of the crude oil National Oil Transport System, has the quality of common carrier and the obligation to provide, according to the legal provisions, the free access to the available capacity of the system of all applicants, authorized legal persons, on equal terms, in a non-discriminatory and transparent manner.

The crude oil National Transport System belongs to the Romanian State public domain and is being administered by NAMR. (as per the Oil Law provisions). It comprises a pipelines system of about 3,800 km and has a transport capacity of 18.5 million tons/year.

The Legal Environment

The activities in the oil sector, where the crude oil transport activity is included, are regulated by the Oil Law no.238/2004.

The National Agency for Mineral Resources (NAMR) represents the interests of the State in oil resources domain and is the competent authority authorized to apply the dispositions of Law 238/2004. As per the Oil Law, the National Agency for Mineral Resources entitles as Concession Provider of the goods belonging to the public domain, concessioned to the operators acting in the oil industry.

The main responsibilities of NAMR are the following:

- negotiates and concludes oil agreements on behalf of the State, ;
- awards mining concession licenses and exploitation permits;
- issues regulatory acts, norms, instructions, orders and regulations;
- controls the compliance, by the holders of the concession agreements, of the conditions from the concession licenses and exploitation permits conditions;
- manages the Crude Oil and Natural Gas National Pipeline Transport Systems and regulates the exploitation activities thereof by system's concession agreements concluded;
- annuls the concession acts/administration acts;
- approves the tariffs and the frame-contract for the transport of crude oil, rich gas, condensate and ethane.

The tariff for the supply of the transport service via the National Transport System of crude oil, rich gas, condensate and ethane

The transport tariff stands for the exchange value of the transport service supplied by the holder of the oil concession, as common carrier for the transport, via the crude oil National Transport System, of an oil ton along the oil take-over sites from the domestic producers or import and the delivery sites to the refineries.

The company practices different transport tariffs for the two subsystems belonging to the National Transport System, namely the subsystem for the transport of the crude oil, rich gas, condensate and ethane from the domestic production and the subsystem for the transport of the imported crude oil. For the transport on the import subsystem are being settled tariffs per refineries and per transported quantity installments, the bracket tariff model being applied.

The transport tariffs are being established in accordance with NAMR Order no.53/2008 for the approval of the guidelines regarding the criteria, methodology and settlement procedure regulated for the transport via the National Transport System and are being approved by NAMR, as competent authority.

The transport tariffs are determined by the value of transport allocation of the amount of oil transported to the beneficiaries, using a methodology based on the determination of the cost of service, defined as all the revenues required to cover the transport system operations, here included:

- the operating cost, here included: material expenses, personnel expenses, pipeline maintenance expenses, expenses with energy, gas and water, costs related to the amortization of the fixed assets, royalties and other taxes applicable to the transporter, the expenses related to the provision of the pipeline guard, decontamination expenses, other expenses;
- modernization and development quota;
- reasonable profit margin.

2. Preparation Grounds

(a) Declaration of Conformity

These interim financial statements have been prepared pursuant to the Order of the Minister of Public Finances no. 2844/2016, for the approval of the accounting regulations compliant with the International Financial Reporting Standards (IFRS) ("OMFP 2844/2016) and IAS 34 - Interim Financial Reporting.

These preliminary financial situations do not include all the necessary information in order to provide a complete set of financial statements in compliance with the International Financial Reporting Standards and must be read together with the annual financial statements of the Company, prepared on December 31, 2023. However, certain selected explanatory notes are included to explain the events and transactions that are significant for understanding the changes in the company's financial standing and performance since the last annual financial statements prepared on and for the financial year ended December 31st, 2023.

These interim financial statements have not been audited and have not been revised by an independent auditor.

These preliminary financial statements have been authorized for issue and signed by the company management on May 15th, 2024.

(b) Accounting Estimates and Professional Reasoning

The preparation of the financial statements implies the use, by the Company's management, of various estimates, professional reasoning and hypotheses affecting the reported value related to assets, liabilities, revenues and expenses. Estimates and assumptions are continuously evaluated and are based on historical experience and other factors, including predictions of future events that are believed to be reasonable under certain circumstances. The results of these estimates set the grounds for the professional reasonings regarding the accounting value of the

assets and liabilities that cannot be obtained from other information sources. The actual results may be different from the estimates values.

The significant reasoning used by the management for the application of the Company's accounting policies and the main sources of uncertainty regarding the estimates have been the same as those applied to the financial statements related to 2023.

3. Accounting Policies

The accounting policies applied in these interim financial statements are the same with those applied in the financial statements of the Company on the date and for the financial period ended December 31st, 2023, except for the adoption of new standards effective from January 1st, 2024:

- Amendments to IFRS 16 "Leasing contracts" (in force for the annual periods starting January 1, 2024 or ulterior to this date).

The amendments set out the way a company should recognize, evaluate, present and publish the leasing contracts. The amendments to IFRS 16 indicate the way the seller/lessee subsequently evaluates the selling transactions and leaseback.

The adoption of Amendments to IFRS 16 had no impact on the financial statement.

- Amendments to IAS 1 "The presentation of the financial statements" (in force for the annual periods starting January 1, 2024 or ulterior to this date)

The amendments specify the way a company must determine, in the statement of its financial standing, the debts and other liabilities with an uncertain settlement. As per these amendments, the respective debts or other liabilities must be classified either as current (due or potentially due in a one-year term), or as long-term liabilities.

The adoption of Amendments to IAS 1 had no impact on the financial statement.

4. Tangible Assets

In the first three months of the year 2024 the intangible assets have evolved as follows:

Name	Lands	Buildings and special installations	Operating oil products	Machinery and equipment	Measuring and control devices	Means of transport	Other tangible assets	Tangible assets in progress	Total tangible assets
Gross accounting value on January 1, 2024	37,035,595	431,298,546	39,541,805	149,000,722	72,076,378.	57,325,681	9,747,338	50,336,171	846,362,236
Cumulated depreciation on January 1, 2024	(4,771,543)	(1,332,063)	-	(71,831,803)	(52,651,069)	(36,793,083)	(8,151,600)	-	(175,531,161)
Net accounting value on January 1, 2024	32,264,052	429,966,483	39,541,805	77,168,919	19,425,309	20,532,598.	1,595,738	50,336,171	670,831,075
Inputs of tangible assets	395,272	3,672,476.	-	3,067,015	1,319,438	949,290	1,609	(34.045)	9,371,055
Outputs of tangible assets at gross value	(8,253)	-	-	(32,833)	-	(893,400)	-	-	(934,486)
Cumulated depreciation related to outputs	4,562	-	-	13,729	-	893,400	-	-	911,691
Depreciation registered during the period	(317,708)	(13,301,252)	-	(2,980,789)	(1,867,094)	(1,080,062)	(142,639)	-	(19,689,544)
Gross accounting value a on March 31, 2024	37,422,614	434,971,022	39,541,805.	152,034,904	73,395,816	57,381,571	9,748,947	50,302,126.	854,798,805
Cumulated depreciation on March 31, 2024	(5,084,689)	(14,633,315)	-	(74,798,863)	(54,518,163)	(36,979,745)	(8,294,239)	-	(194,309,014)
Net accounting value on March 31, 2024	32,337,925	420,337,707	39,541,805	77,236,041	18,877,653	20,401,826.	1,454,708	50,302,126	660,489,791

On 31.03.2024 the net value of the tangible assets decreased as compared to the end of 2023 by the amount of 10,341,284 RON.

In the first quarter of the year 2024 have been recorded tangible assets amounting to 9,371,055 RON and the depreciation of intangible assets during this period was 22,795 RON.

The depreciation of the tangible assets registered during the first three months of the year 2024 amounted to 19,689, 544 RON.

In the first quarter of the year 2024 the tangible assets amounted of 8,025,462 RON.

In the first three months of 2024 there was an increase of the net value of assets representing rights of use resulting from rental and concession contracts in the amount of 844,597 RON

According to IFRS 16, assets representing rights of use resulting from rental and concession contracts are recognized in tangible assets, as follows:

- At element-row "Lands" is included the value of the rights of use resulting from the lease and concession contracts concluded with various landowners.
On the rented lands are being located telecommunication equipment and cathodic protection stations in various locations in the country. On 31.03.2024, the gross value of these assets is of 7,423,374 RON, cumulative amortization of 5,084,689 RON, resulting in a net value of land-use rights of 2,338,685 RON.
- In the position "Buildings and special installations" the value of the rights of use resulting from rental and concession contracts concluded with different owners for buildings that are rented for making available is recognized gendarmes, according to GD no. 1486/2005 on the provision of security and protection of objectives, goods and values with gendarmes, and for the performance of administrative activities. On the date of 31.03.2024, the gross value of these assets is 2,057,393 RON, the cumulated depreciation of 1,431,702 RON, resulting a net value of the rights of use related to the buildings of 625,691 RON.
- At the position "Means of transport" is included the value of the rights of use of 15 rail tanks necessary for the development of the activities specific to the company. On 31.03.2024, the gross value of these assets is 949,290 RON, the cumulative amortization of 39,553 RON, resulting in a net value of the rights of use related to the means of transport of 909,737 lei.

CONPET owns on March 31, 2024, lands with an area of 733,677 sq.m, with an accounting value of 29,999,240 RON, which consists of:

- 554.181 sq.m lands with an accounting value of 16.293.210 RON held based on 48 Certificates attesting the property right obtained in the period 2001-2005, evaluated on the date of obtaining the certificates, according to GD no. 834/1991 on the establishment and evaluation of some lands owned by state-owned companies, at the value of 26.708.233 lei. These lands have been obtained in the company's patrimony at the expense of other equity reserves, without augmenting the share capital by the value thereof.
- 155.626 sq.m land with an accounting value of 4.168.765 RON, held based on 14 Certificates of attestation of the property right obtained until 2001. The share capital of the company was augmented by the amount of these lands;
- 23.870 sq.m land with an accounting value of 9.537.265 RON, purchased by the Company based on sale-purchase agreements. On one side of the purchased lands are located administrative buildings, and on the rest are telecommunication towers, which are intended for the transport activity.

The lands held by the Company are in Ploiesti, at the company's administrative offices, and in the 24 counties covered by the transport pipelines or where the crude oil tanks loading ramps are being located.

The tangible assets also include the oil operating product, evaluated in the statement of the financial standing at the cost determined from revaluation, retreated by the application of IAS 29 "The financial reporting in Hyper inflationary Economies". On 31.03.2024, the accounting value of the operating oil product remained unchanged compared to the beginning of the year, being in amount of 39,541,805 RON.

Tangible assets in progress

On March 31, 2024, the value of the assets in progress is of 50,302,126 RON and includes investment projects provided in "2024 Investment Program", which are mainly composed of: replacement of pipeline portions on various lengths and routes, tanks modernizations, loading ramps and pumping stations modernizations, SCADA works, telecommunication works, cathodic protection modernization systems, modernization of locomotives etc.

5. Intangible assets

Statement of intangible assets in the first three months of 2024 is as follows:

	- RON-		
Name	Licenses and software	Other intangible assets	Total intangible assets
Gross accounting value on January 1, 2024	11,088,077	3,584,901	14,672,978
Cumulated depreciation on January 1, 2024	(6,183,962)	(2,929,443)	(9,113,405)
Net accounting value on January 1, 2024	4,904,115	655,458.	5,559,573
Inputs of intangible assets	-	51,008	51,008
Depreciation registered during the period	(544,898)	(114,551)	(659,449)
Gross accounting value on March 31, 2024	11,088,077	3,635,909.	14,723,986
Cumulated depreciation on March 31, 2024	(6,728,860)	(3,043,994)	(9,772,854)
Net accounting value on March 31, 2024	4,359,217	591,915	4,951,132

The net value of the tangible assets on 31.03.2024 has decreased as compared to the end of 2023 by the amount of 608,441 RON.

In the first three months of the year 2024 intangible assets amounted to 51,008 RON and amortization in amount of 659,449 RON.

The amortization method used is the linear method.

The intangible assets comprise: IT programs, soft licenses, soft, vectorial map of Romania, the numeric attitudinal model of the land, the expenses borne by the company related to the connection to the electric power network and the water network recognized in intangible assets as rights of use. Research and development-related expenses have not been capitalized.

6. Financial Assets

Within the first three months of 2024 the financial assets have evolved as follows:

	- RON-		
Name	Other non-current securities	Fixed claims	Total intangible assets
Gross accounting value on January 1, 2024	5,100	2,837,892	2,842,992
Impairments for depreciation on January 1, 2024	-	(320,189)	(320,189)
Net accounting value on January 1, 2024	5,100	2,517,703	2,522,803
Inputs	-	2,539	2,539
Outputs	-	(1,989,045)	(1,989,045)
Gross accounting value on March 31, 2024	5,100	851,386	856,486
Impairments for depreciation on March 31, 2024	-	(320,189)	(320,189)
Net accounting value on March 31, 2024	5,100	531,197	536,297

On 31.12.2021 the value of the financial assets has decreased as compared to January 1,2021, by 1,986,506 RON, at the expense of the decrease of the non-current receivables during the year.

The company holds contributions at the share capital of Independent Register Monitor in amount of 5,000 RON and is associate member, along with other companies, in the Romanian National Committee for the Oil International Council (CNR-CMP), participating at the establishment of the patrimony, CNR-CMP, with contribution in amount of 100 RON.

The immobilized receivables, in net amount of 531.197 RON, represent guarantees granted to third parties and consist mainly of: returnable guarantees paid by the Company to the Ministry of Agriculture and Rural Development and the Ministry of Environment, Waters and Forests for the temporary removal of land from the agricultural circuit and the forest fund for the achievement of various investment objectives, including, as well as guarantees related to land and premises leases for the performance of production and administrative activities in different locations in the country and guarantees for the telecommunications equipment.

7. Inventories

	- RON-			
Name	Consumables	Services in progress	Waste products	Total Stocks
Gross accounting value on January 1, 2024	6,467,315	872,224	33,332	7,372,871
Impairments for depreciation of inventories	(853,307)	-	-	(853,307)
Net accounting value on January 1, 2024	5,614,008	872,224	33,332	6,519,564
Stocks inputs during the period	1,200,168	2,059,292	14,538	3,273,998
Consumption/outputs of stocks during the period	(1,166,501)	(2,396,924)	-	(3,563,425)
Revenues from (Expense with) impairment for depreciation of stocks	4,275	-	-	4,275
Gross accounting value on March 31, 2024	6,500,982	534,592	47,870	7,083,444
Impairments for depreciation of inventories	(849,032)	-	-	(849,032)
Net accounting value on March 31, 2024	5,651,950	534,592	47,870	6,234,412

The stocks are made up of materials, spare parts and other materials that are to be used when performing the company's business, including the ones comprising security and intervention stocks meant for the potential provoked and technical breakdowns.

The company recognizes in "revenues from ongoing services the "cost of supplied services but unreceived by the beneficiaries until the end of the period.

8. Trade receivables and other receivables

On March 31, 2024 and December 31, 2023, the trade receivables and other receivables reveal the following:

Name	- RON-	
	March 31 st 2024	December 31 st , 2023
Clients	52,131,400	48,321,481
Adjustments for the depreciation of receivables	(208,618)	(208,618)
Other trade receivables	280,074	280,366
Adjustments for the loss of value of other fixed short-term claims	(1,404)	(1,404)
Subtotal trade receivables (net value)	52,201,452	48,391,825
Other receivables	12,620,069	6,288,206
Impairments for the depreciation of other receivables	(9,531,808)	(1,698,699)
Subtotal other receivables (net value)	3,088,262	4,589,507
Overall receivables	55,289,714	52,981,332

Clients' structure per activities, is as follows:

Name	- RON-	
	March 31 st 2024	December 31, 2023
Clients- transport activity	51,441,945	47,617,013
Other clients - auxiliary activities	689,455	704,468
Total	52,131,400	48,321,481

Trade receivables are no interest bearer and have an average day collection of 29 days.

The main trade receivables in balance on March 31, 2024 are to be received from: OMV PETROM S.A.– 43,206,241 RON (December 31, 2023: 40,006,967 RON) and Petrotel Lukoil S.A.– 8,194,611 RON (December 31, 2023: 6,551,650 RON).

The revenues from transport services supplied to the clients hold a significant share (over 99%) in the Company's turnover.

The Company's client, OMV PETROM SA, holds approximately 78% of the total short-term receivables registered on March 31, 2024.

Other receivables in amount of 12,620,069 RON mainly include: Undue VAT related to the unarrived invoices until 31.12.2023 (1,060,166 RON) and amounts to be recovered from various natural and legal persons, most of them being in dispute before the courts (9,145,271 RON, namely 72.5 %).

Impairments for the depreciation of trade receivables are recorded for the doubtful clients involved in litigation or insolvency, presenting default of collection thereof. On March 31, 2024, the value of these impairments amounts to 208,618 RON.

Adjustments for the impairment of other claims are recorded for debts related to legal files pending in court and debits recorded in the bookkeeping based on final judgments obtained in court, subject to enforcement, as well as fines paid and in the appeal procedure. On March 31, 2024 the value of these adjustments amounts to 9,531,808 RON.

The Company's registers impairments for loss of value of 100% from the value of the receivables, for clients facing appeal, insolvency and for other debits related to the established legal files or for fines received and disputed.

Statement on receivables seniority

Trade receivables

- RON-

Name	March 31 st 2024	December 31 st , 2023
Clients, o/w:	52,131,400	48,321,481
<i>Depreciated receivables</i>	208,618	208,618
<i>Non-depreciated receivables, o/w:</i>	51,922,782	48,112,863
- seniority less than 30 days	51,675,422	48,007,876
- seniority between 30 days and 60 days	240,885	98,106
- seniority between 60 days and 90 days	1,681	2,098
- seniority between 90 days and 270 days	4,794	4,782
- seniority between 270 days and 1 year	-	-
Other trade receivables, out of which:	280,074	280,366
<i>Depreciated receivables</i>	1,404	1,404
<i>Non-depreciated receivables, o/w:</i>	278,670	278,962
- seniority less than 30 days	1,305	1,597
- seniority between 30 days and 60 days	(862,397)	-
- seniority between 90 days and 270 days	277,365	277,365

Other receivables

Name	March 31 st 2024	December 31, 2023
<i>Depreciated receivables</i>	9,531,808	1,698,699
<i>Non-depreciated receivables, o/w:</i>	3,088,261	4,589,507
- seniority less than 30 days	1,796,804	2,282,700
- seniority between 30 days and 60 days	(862,397)	196,453
- seniority between 60 days and 90 days	(862,397)	334,117
- seniority between 90 days and 270 days	172,492	1,111,809
- seniority between 270 days and 1 year	431,331	307,091
- seniority over 1 year	687,634	357,336
Total	12,620,069	6,288,206

9. Cash and cash equivalents

On March 31, 2024 and December 31, 2023 the cash and cash equivalents look as follows:

Name	March 31 st 2024	December 31, 2023
Current bank accounts	2,049,220	2,020,616
Bank deposits with maturity ≤ 3 months	130,834,167	105,716,195
Cash on hand	2,938	5,362
Total	132,886,325	107,742,173

Cash and cash equivalents on March 31, 2024 are up 23.3% (25.14 million lei) compared to December 31, 2023.

The cash accounts on 31.03.2024 also include the cash representing the modernization quota, with special use regime, provided by GD no.168/1998, in amount of 32,469,468 RON. This is intended exclusively for funding the modernization and development of public property.

The company has no restricted number.

10. Equities

The Share capital

During the reporting period, the share capital of the company has not changed, remaining at the value of 28,569,842 RON, being divided into 8,657,528 ordinary shares with a nominal value of 3.3

RON/share and corresponding to the one registered at the Trade Register Office.

CONPET S.A. share capital and shareholding structure on March 31, 2024 is exposed as follows:

Shareholders	March 31, 2024			December 31, 2023		
	Number of shares	Amount (RON)	(%)	Number of shares	Amount (RON)	(%)
Romanian State by the Ministry of Energy	5,083,372	16,775,128	58.7162	5,083,372	16,775,128	58.7162
Legal persons	2,080,086	6,864,283	24.0263	2,029,972	6,698,907	23.4475
Natural Persons	1,494,070	4,930,431	17.2575	1,544,184	5,095,807	17.8363
Total	8,657,528	28,569,842	100%	8,657,528	28,569,842	100%

Legal reserves

On March 31, 2024 the value of the legal reserve is 5.713,968 RON and represents the reserve constituted at the level of 20% of the share capital, as per the Law no.31/1990 and Articles of Incorporation.

Other reserves

Other reserves" are in amount of 548,902,330 RON.

Other reserves have increased by 1,316,854 RON in the first three months of 2024, based on the augmentation of the reserve representing the modernization quota.

The reserve related to the modernization quota is in the amount of 497,983,994 RON and holds the largest share in total other reserves (90.7%).

Revaluation reserves

In the statement of the financial standing, the revaluation reserves are being presented at the net value of 48,029,113 RON, resulting after the diminution of the gross value by the related deferred tax recognized directly in the equities, as per IAS 12.

Retained earnings

The retained earnings is in amount of 100,396,531 RON and contain:

The retained earnings derived from the first adoption of IAS 29 related to fixed assets representing oil operating product recognized in tangible assets, in amount of 39,301,668 RON.

The retained earnings representing actuarial loss from discount of benefits granted upon retirement: 531,142 RON;

The retained earnings representing surplus achieved out of revaluation reserves: 2,671,584 RON

The retained earnings representing the net profit for the previous year transferred to retained earnings, amounting to 61,616,539 lei.

The balance of the retained earnings is diminished by the amounts representing the distribution from profit to reserves of the invested profit in the year 2023 in assets, in quantum of 3,752,402 RON, for which we have benefited from corporate tax exemption, as per the provisions of Art 22of Law no.227/2025 on the fiscal Code.

Profit of the period

The year's profit realized in the first three months of the year 2024 is of 12,960,257 RON, decreasing compared to the year's profit registered Yoy, in amount of (18,013,832 RON).

11. Trade liabilities and other liabilities

On March 31, 2024 and December 31, 2023, the trade liabilities and other liabilities reveal the following:

Liabilities	December 31, 2023	March 31 2024	Maturity date for the balance on March 31, 2024		
			Under 1 year	1-5 years	Over 5 years
Trade liabilities	33,091,805	22,517,280	22,517,280	-	-
Liabilities to the employees	39,908,276	44,948,650	18,404,126	2,535,144	24,009,380
Other liabilities	33,364,459	40,817,139	37,644,481	2,407,308	765,350
Total	106,364,540	108,283,069	78,565,887	4,942,452	24,774,730

The trade liabilities related to the purchase of goods and services for the operating activity have a share of 71.7% in total trade liabilities, while those representing the procurement of assets have a share of 28.3%.

The debts to employees, in balance on the date of 31.03.2024, also include the future debts for the benefits granted to employees on retirement or death, for the employees share of profit, for the untaken leaves of the employees, debts that are recognized as provisions.

The statement of debts to the employees on maturity terms reveals, the following:

Liabilities	December 31, 2023	March 31 2024	Maturity date for the balance on March 31, 2024		
			Under 1 year	1-5 years	Over 5 years
Salaries and assimilated debts	7,140,257	6,989,271	6,989,271	-	-
Liabilities for benefits granted on retirement	22,089,977	23,146,805	939,132	2,457,210	19,750,463
Liabilities for the benefits granted in case of death	4,155,542	4,426,822	89,971	77,934	4,258,917
Debts for employees share of profit	6,002,879	7,102,880	7,102,880	-	-
Debts for untaken leaves	519,621	3,282,872	3,282,872	-	-
Total	39,908,276	44,948,650	18,404,126	2,535,144	24,009,380

At the end of the first quarter of 2024, the Company includes in this chapter, mainly assimilated salaries and debts, as well as future debts for benefits granted at retirement or death, as well as, for holidays not taken and for the share of profit, recognized in the form of provisions.

The largest share of liabilities to employees is held by the liability for pension benefits in the amount of 23,146,805 lei, of which 22,207,673 RON are long-term liabilities and 939,132 RON are short-term obligations.

On 31.03.2024, the debt for employees share of profit is worth 7,102,880 RON and includes the 2023 participation fund related to 2023, for the service provided by employees in the first three months of 2024, constituted at the level of the amounts provided in the revenues and expenses budget for the first three months of 2024.

Within the liabilities to employees is also included the liability for the unpaid leaves, which at the end of the first quarter of 2024 is in the amount of 3,282,872 RON.

The standing "Other debts" includes social and health insurance contributions, debts to the state budget and other debts, which, on due terms, are presented as follows:

Liabilities	December 31, 2023	March 31 2024	- RON-		
			Maturity date for the balance on March 31, 2024		
			Under 1 year	1-5 years	Over 5 years
Salaries contributions	6,221,902	5,596,790	5,596,790	-	-
Current corporate tax	1,807,695	5,306,202	5,306,202	-	-
Royalty due to the State Budget	10,270,414	11,917,949	11,917,949	-	-
VAT payable	4,111,198	6,576,366	6,576,366	-	-
Other interests and debts– State Budget	1,221,041	1,123,162	1,123,162	-	-
Payable Dividends	5,444,333	5,393,545	5,393,545	-	-
Leasing related liabilities	3,346,757	4,166,230	1,597,550	2,071,019	497,661
Prepaid expenses	695,643	675,055	82,027	325,339	267,689
Other liabilities	245,476	61,840	50,890	10,950	-
Total	33,364,459	40,817,139	37,644,481	2,407,308	765,350

On 31.12.2024, the liabilities related to the leasing contain the rights of use recognized for the lease and concession contracts of some lands, buildings and tank cars (note 4).

The liabilities related to the rights of use recognized for the lease and concession contracts of some lands, buildings and wagons have been assessed at the value of rent fees/royalties along the remaining contractual period, discounted with the borrowing rate for real estate loans.

12. Short-term provisions

Name	- RON-	
	March 31 st 2024	December 31, 2023
Provisions for litigations	7,261,800	7,156,937
Provisions related to mandate contracts	2,992,197	1,824,068
Other provisions for risks and expenses	241,282	312,141
Total provisions	10,495,279	9,293,146

Provisions for litigations

In detail, the provisions for litigations are:

Name	- RON-	
	March 31 st 2024	December 31, 2023
Litigations for civil compensations	5,589,898	5,458,971
Litigations for third parties failure to respect certain contractual clauses	24,395	70,609
Other litigations	1,647,507	1,627,357
Total	7,261,800	7,156,937

The company is involved in various litigations for compensations and annual annuities requested by various owners, natural and legal persons, following the exercise by the company of the right to legal right of way on their lands.

On 31.03.2024, there are being registered provisions for such litigations amounting to 5,589,898

RON, increasing by 130,927 RON compared to 31.12.2023.

The position "Other litigations", amounting to 1,647,507 RON, represents the value of the provision constituted for the litigation opened in 2018 by Fondul Proprietatea, the latter requesting the payment of the net dividends distributed from the profit of the financial year 2006, related to a share of 6% held by the plaintiff in the share capital of CONPET S.A., as well as the legal interest calculated for the amount requested, as well as, starting with the maturity date thereof.

Provisions related to the Contract of Mandate

Debts have been set up for allowances granted to directors, according to the mandate contracts and provisions of GEO no.109/2011 on corporate governance, including related contributions as follows:

- 165,199 RON represents liabilities for rest leave not performed by the directors with mandate contract, corresponding to the year 2023 and the first three months of the year 2024.
- 2,826,998 RON represents the debt for the variable component related to 2023 and the first three months of 2024, of which 1,121,498 RON debt for allowances granted to the members of the Board of Directors and 1,705,500 RON debt for allowances granted to directors.

Other provisions

On 31 March 2024, the balance of the position „Other provisions” in the amount of 241,282 RON represents provision for environmental expenses and for the lack of use of the land on which the Sports Base Vointa is located (141,282 RON), land owned by Ploiesti Municipality.

13. Current and Deferred Corporate Tax

The expense with the current and deferred corporate tax of the company at March 31, 2024 and March 31, 2023 is being determined by a statutory rate of 16%.

Name	- RON-	
	March 31 st 2024	March 31 2023
Expenses with current corporate tax and specific tax	4,920,968	4,109,434
The expense with /(revenues from) deferred corporate tax	(2,300,908)	(809,364)
Total	2,620,060	3,300,070

Reconciliation of the effective rate of taxation:

Name	- RON-	
	March 31 st 2024	March 31 2023
Profit before tax	15,580,317	21,313,902
- Corporate tax at a statutory rate of 16%	2,492,851	3,410,224
Effect on the corporate tax of:		
- Non-deductible expenses	1,640,782	959,583
- Non-taxable revenues	(142,628)	(102,728)
- Elements similar to the revenues	344,343	43,517
- Elements similar to the expenses	(67,878)	(71,990)
- Spared corporate tax	(44,602)	(99,172)
- Amounts representing sponsorship falling under the limits provided by law	(20,000)	(30,000)
- Specific tax ICAS	718,100	-
Expenses with current corporate tax and specific tax	4,920,968	4,109,434

The deferred corporate tax

The deferred corporate tax payable and recoverable was calculated based on the temporary taxable and/or deductible differences determined for assets and debts as differences between the accounting value of the asset and/or the debt and the amount attributable in fiscal purposes. The company recognizes the deferred taxes on the account of an expense or an income except for the tax generated by an event directly accounted in the equities.

The statement of the movements related to the receivable/debt with the deferred income during the first three months of 2024 reveals the following:

- RON-					
2024	Net value on the 1 st of January	Deferred corporate tax recognized in the profit and loss account	Deferred corporate tax recognized in the equity	Net value at 31 st of March	
				Receivable related to the deferred corporate tax	Debt related to the deferred corporate tax
Reevaluation of tangible assets	(6,923,808)	546,529	344,332	2,875,258	(8,908,205)
Provisions	5,584,626	1,006,231	-	6,590,857	-
Impairments of current assets	437,679	403,815	-	841,494	-
Deferred corporate tax before offsetting	(901,503)	1,956,576	344,332	10,307,610	(8,908,205)
Receivable/liability offsetting				(8,908,205)	8,908,205
Deferred corporate tax - recoverable					1,399,405

Deferred tax payment, recognized on account of equity items on 31.03.2024 amounts to 8,908,205 RON and the deferred corporate tax to be recovered on 31.03.2024 in the statement of comprehensive income is of 10,307,610 RON.

In conclusion, on 31.03.2024 the company has a net receivable related to the deferred corporate tax reaching 1,399,405 RON.

14. Result per Share

The result per share in the first three months of the year 2024 , as compared to the same period of the previous year is the following:

- RON-		
Name	March 31 st 2024	March 31 2023
Profit of the Financial Year	12,960,257	18,013,832
The number of ordinary shares at the beginning and the end of the period	8,657,528	8,657,528
Basic and diluted earnings per share (RON/share)	1.50	2.08

15. Operating Revenues

a) Revenues from contracts

- RON-		
Name	March 31 st 2024	March 31, 2023
Revenues from transport service, of which:	133,384,864	127,192,084
<i>Revenues from transport services domestic subsystem*</i>	91,169,015	86,946,881
<i>Revenues from transport services import subsystem*</i>	40,337,334	38,756,737
<i>Other revenues associated with the transport operations</i>	1,878,515	1,488,466
Revenues from rents	483,551	523,957

Other revenues from contracts	22,169	22,859
Total contracts revenues	133,890,584	127,738,900

*) Transported quantities for which are being applied tariffs regulated by NAMR.

The transport revenues are achieved out of the services supplied to clients for the transport of the crude oil, rich gas and condensate volumes, at the tariffs approved by Order of the President of the National Agency for Mineral Resources.

In the first three months of 2024, the quantities transported on subsystems, as compared to the same period of the previous year, are the following:

Name	March 31 st 2024	March 31 2023
Quantities transported on the Domestic subsystem*	712,258	737,150
Quantities transported on the import subsystem*	1,013,484	928,731
Other transport operations	59,593	65,749
Total quantities (tons)	1,785,335	1,731,630

*) Transported quantities for which are being applied tariffs regulated by NAMR.

The total quantity of transported products has increased by 3.1% in the first three months of 2024 compared to the same period of the previous year, with the increase of the quantities transported on the import subsystem by 9.1% and the decrease by 3,4% in the quantities transported via the domestic transport subsystem and those related to other transport operations by 9,4%.

The tariffs for the supply of crude oil, rich gas, condensate and ethane are regulated and approved by the NAMR and are distinguished for each transport subsystem.

The tariffs applied for the import transport subsystem vary according to the installment of transported quantity, being practiced the bracketing tariff model and the refinery- the hand-over site.

In the reporting period, the following tariffs were applied:

Tariffs from transport services on domestic subsystem:

Period	Transport tariff (RON/ton)	Approved by NAMR Order no.
January 1, 2023 - December 31, 2023	117.95	364/2022
starting January 1, 2024	128.00	340/2023

Tariffs for transport services on import subsystem:

Period	Tranches	Arpechim Refinery	Ploiesti Basin (Petrobrazi and Petrotel Lukoil refineries)	Petromidia Refinery	Approved by NAMR Order no.
	Thousand tons/month	RON/ton	RON/ton	RON/ton	
January 1 st , 2023 - December 31, 2023	No more than 80	52.25	51.60	20.73	364/2022
	80 -120	41.80	41.28	16.59	
	120 -160	31.35	30.96	12.44	
	Over 160	23.51	23.22	9.33	
starting January 1, 2024	no more than 80	55.00	39.85	26.50	340/2023
	80 -120	54.79	39.70	26.40	
	120 -160	54.59	39.55	26.30	
	over 160	54.38	39.40	26.20	

b) Other Operating Revenues

- RON-

Name	March 31 st 2024	March 31 2023
Revenues out of modernization quota consumption	14,617,889	10,142,782
Other revenues	8,173,443	326,466
Total other operating expenses	22,791,332	10,469,248

The revenues representing the modernization quota hold 64.1% of other operating revenues, registering an increase by 44.1% in the first three months of the year 2024 as compared to the same period of the previous year, due to the increase of the fixed assets amortization financed out of the quota.

On a monthly basis, is being written back to revenues the modernization quota at the level of depreciation of the fix assets financed out of this source.

16. Operating Expenses

a) Stocks and Utilities Expenses

Name	- RON-	
	March 31 st 2024	March 31 2023
Expenses with consumables	1,118,189	1,697,262
Other material expenses	108,870	207,110
Other Expenses with Energy and Water	5,509,117	7,358,849
Total Stocks and Utilities related Expenses	6,736,176	9,263,221

b) Personnel expenses

Personnel expenses include salary expenses, employee bonuses, other personnel expenses and allowances related to mandate contracts of the members of the Board of Directors and the directors with a mandate and expenses with the contributions owed by the employer.

Name	- RON-	
	March 31 st 2024	March 31 2023
Salary expenses	41,227,498	38,459,843
Obligations regarding employees' bonuses	5,260,003	4,598,549
Other personnel expenses	-	39,600
Expenses on Remuneration of Directors with mandate contract and of the Administrators	1,126,824	709,573
Expenses with contributions due by the employer	2,005,635	1,892,717
Total personnel expenses	49,619,960	45,700,282

The personnel expenses are detailed as follows:

Salary expenses

Name	- RON-	
	March 31 st 2024	March 31 2023
Salary and related contributions expenses	41,043,838	38,362,127
Retirement supports	174,477	89,573
Marriage support	9,183	8,143
Total salary related expenses	41,227,498	38,459,843

Expenses with the personnel basic salaries and the related bonuses have increased in the first three months of 2024, compared to the same period in 2023, mainly following the indexation of salaries by 6% on average, 20.12.2023.

In accordance with the provisions of the Collective Labor Agreement in force, the Company also granted employees benefits consisting of pension benefits and marriage aids.

Obligations regarding employees' bonuses

Name	- RON-	
	March 31 st 2024	March 31 2023
Meal vouchers	3,281,720	2,523,930
Social expenditure under art. 25 of Law no. 227/2015 on the Fiscal Code, further amendments and completions	1,326,721	1,385,007
Other expenses as per the Collective Labor Agreement	651,562	689,612
Total	5,260,003	4,598,549

The value of bonuses granted to employees has an increase of 661,454 RON in the first quarter of 2024, compared to the first quarter of 2023, mainly due to the increase in value of the meal voucher from 30 RON in the first three months of 2023 to 40 RON starting with 01.01.2024.

In accordance with the provisions of the Collective Labor Agreement (CLA) in force, the Company granted to employees bonuses as social expenses provided for in Article 25 of the Law no. 227/2015 on the Tax Code, consisting of tickets for rest and treatment, here including transportation, gifts offered to employees, birth aids, burial, serious diseases, humanitarian and other social expenses according to the CLA.

Expenses on Remuneration of Directors with mandate contract and of the Administrators

Name	- RON-	
	March 31 st 2024	March 31 2023
Allowance of the directors with mandate	677,466	431,253
Allowances of the members of the Board of Directors	449,358	278,320
Total	1,126,824	709,573

Expenses with the allowances related to directors' mandate contracts have recorded an increase of 246,213 RON in the first three months of 2024, compared to the same period of 2023, due to the increase in the level of fixed allowances, allowances that were calculated based on the average of 12 months of the average economic gain reported by the National Institute of Statistics (Ro.INS), prior to the appointment of board members and directors with a mandate contract, selected under GEO no. 109/2011, with subsequent modifications and completions.

Expenses with contributions due by the Employer

Name	- RON-	
	March 31 st 2024	March 31 2023
The company's contribution to facultative pension schemes	677,390	638,923
Company's contribution to voluntary health insurance	351,027	346,580
Labor insurance contribution and other contributions	977,218	907,214
Total	2,005,635	1,892,717

c) Expenses related to External Services

- RON-

Name	March 31 st 2024	March 31 2023
Rail transport expenses	18,991,075	14,961,539
Expenses with royalties and rentals	11,986,194	9,893,159
Third-party pumping expenses	1,305,649	1,246,752
Maintenance and repair expenses	695,792	369,789
Expenses with the decontaminations, monitoring of the environmental factors	248,835	121,259
Travel, secondment and transfer expenses	116,678	130,593
Expenses related to the transport of goods and personnel	2,521	2,857
Postal and telecommunication expenses	172,340	169,329
Other expenses with services performed by third parties	1,450,270	1,601,331
Total expenses related to external services	34,969,354	28,496,608

The expenses with royalties and rents contain mainly the oil royalty due by the company to the State budget, as holder of the oil agreement, under the law, for the use of the goods public property of the State within the oil operations.

It is being calculated according to the Oil Law no. 238/2004, by application of a quota of 10% of Starting with 26.10.2023, respectively of 11.5% as of 27.10.2023 on the value of gross revenues achieved out of oil transport operations via the oil national transport systems.

d) Other expenses

Name	March 31 st 2024	March 31 2023
Taxes, fees and similar levies related expenses	746,572	897,732
Compensations, fines and penalties expenses	10,388	9,993
Donations granted (sponsorships)	20,000	30,000
Environmental protection expenses	5,958	4,322
Expenses with the establishment of the modernization quota	15,934,743	15,379,786
Other operating expenses	47,965	51,247
Other expenses	16,765,626	16,373,080

Within the first quarter of the year 2024, the expenses recorded with other taxes, fees and similar levies include mainly the expenses with the local taxes and expenses with the contribution to the special fund, due under the Law no. 448/2006 regarding the protection and promotion of the disabled persons.

The company constitutes reserves regarding the modernization quota through other operating expenses, in compliance with the provisions of GD no. 168/1998 further amendments and with the provisions of the Fiscal Code approved pursuant to Law no. 227/2015, further amendments and completions.

17. Net Financial Result

Name	March 31 st 2024	March 31 2023
Revenues from interests	1,663,389	1,962,924
Other financial revenues	5,962	13,154
Total financial revenues	1,669,351	1,976,078
Interests expenses related to leasing contracts	60,588	67,454
Other financial expenses	32,513	9,863
Total financial expenses	93,101	77,317
Net Financial Result	1,576,250	1,898,761

The financial revenues decreased by 15.5% in 2024 compared to 2023 and the financial expenses decreased by 20.4% in the current year, compared to the previous year. Based on this evolution, the net financial result decreased by 17% in the first nine months of the year 2024 as compared to

the same period of the year 2023.

18. Affiliated parties

In Quarter 1, 2024, the Company carried out the following significant transactions with affiliated parties.

Procurement from related parties

Partner	- RON-			
	Unsettled amounts on December 31, 2023	Procurements during 01.01.2024- 31.03.2021	Settlements during 01.01.2024- 31.03.2022	Unsettled amounts on March 31, 2024
SPEEH HIDROELECTRICA S.A.	6,533,337	-	6,376,120	157,216

! The amounts are also VAT inclusive

Prepayments awarded to affiliated parties

Partner	- RON-	
	03/31/24	31.12.2023
SPEEH HIDROELECTRICA S.A.	-	1,989,045
ELECTRICA FURNIZARE S.A.	277,365	277,365

19. The Impact of the Conflict Rusia - Ukraine on the activity of the Company CONPET S.A.

The company's business was not affected by the conflict between Russia and Ukraine and there are no indications in what concerns the depreciation of the assets due to the effects of Russia's invasion of Ukraine. The medium and long-term impact of this conflict and the sanctions imposed on Russia cannot be predicted at this time with sufficient accuracy. Considering that the Company has an activity somehow dependent on the area affected by sanctions (especially Russia), in terms of sales we reckon that the Company has the capacity and the ability to continue its work in the foreseeable future so that it be affected as little as possible.

20. Subsequent events and other mentions

On 25.04.2024 was carried out Ordinary General Meeting of Shareholders (OGMS) was carried out, which approved the annual financial statements on the date and for the financial year ended 31.12.2023. In the same meeting, OGMS approved the distribution of the net profit related to the financial year 2023 and of some amounts of the retained earnings.

These interim financial statements and the related notes, from page 1 to page 26, have been authorized for issue by the company's management on May 15th, 2024.

**Director General,
Eng. Dorin Tudora**

**Economic Director
Econ. Sanda Toader**