

No.

Preliminary Report

CONPET S.A.

January – December 2024

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1. COMPANY PRESENTATION

1.1 Report and issuer identification data

Preliminary Report prepared in compliance with	Law no. 24/2017, republished and ASF Regulation no. 5/2018 regarding the issuers of financial instruments and market operations
Date of the report	27.02.2025
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	652,777,611 RON (75.40 RON/share at 31.12.2024)
Applied accounting standard	The International Financial Reporting Standards
Auditing	The preliminary Financial Statements concluded at 31.12.2024 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.

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 Regulatory Authority for Mining, Petroleum and Geological Storage of Carbon Dioxide (Ro. A.N.R.M.P.S.G), approved pursuant to GD no. 793/25.07.2002.

The Crude Oil, Rich Gas, Condensate and Ethane National Transport System (N.T.S.) is being defined and regulated by Law no. 238/7.06.2004 - Petroleum Law and the Methodological Norms for the enforcement of the Petroleum Law approved under GD 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 **vision** 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

The synthetic structure of the Shareholders, on reference date 31.12.2024, is as follows:

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

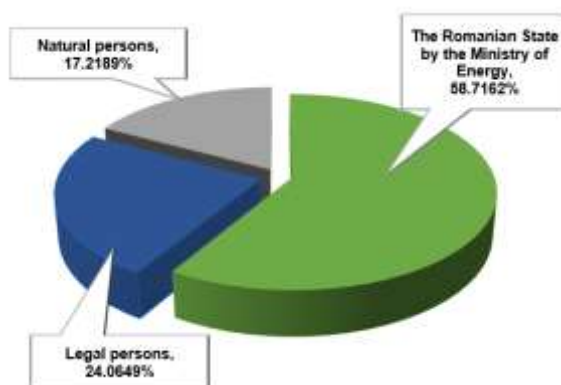


Chart 1 - CONPET S.A.
31.12.2024

Shareholding Structure on

The number of shareholders of CONPET S.A., registered at Depozitarul Central at the end of 2024 was of 16,251 shareholders, approximately equal to the one registered on 31.12.2023 (16,248 shareholders).

The share capital of CONPET on December 31st, 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 did not perform transactions having as scope its own shares and, consequently, the company does not 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. Development Strategic 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 Company's Stock Market Indicators

On 31.12.2024, the market capitalization was of 652.78 million RON (75.40 RON/share). The evolution of COTE share and market capitalization during 2023 - 2024 is as follows:

Indicators	MU	31.12.2024	31.12.2023
COTE closing price	RON/share	75.40	81.80
Market capitalization	million RON	652.78	708.19
	million Euro	131.17	142.36

Table 1 - Evolution of COTE share and stock capitalization during 2023-2024

On 31.12.2024, CONPET S.A. ranked 34 according to capitalization, with a value of 652.78 million RON.

Currently CONPET S.A. is included in 6 indices of the total of 10 of the Bucharest Stock Exchange, namely BET- NG, BET-XT, BET-XT-TR, BET-BK, BET-XT-TRN and BET Plus.

Following the quarterly review of the indices carried out by the global index provider Morgan Stanley Capital International (MSCI), starting 01.09.2023, CONPET has been included in the MSCI Frontier IMI and MSCI Romania Investable Market Indices (IMI).

In 2024, 13,452 stock transactions have been recorded, with a traded volume of 504,432 shares, the total value of the transactions being of 42.08 million RON. The minimum trading price amounted to 73 RON/share and the maximum price amounted to 91.8 RON/share. On average, 2,018 shares/day have been traded, the average value of a trading day amounting to 168,327 RON/day (250 days).

2.2. Key Indicators of the Financial Results

The main indicators of the preliminary financial results registered in 2024, as compared to the budget and the previous year results, are the following:

2024		Variation Achieved/ Budget	Indicators	Achieved		Variation Achieved 2024/2023
Achieved	Budget			2024	2023	
533,618	530,538	▲ 0.6%	Turnover (thousand RON)	533,618	485,114	▲ 10.0%
606,275	601,297	▲ 0.8%	Operating Revenues (thousand RON)	606,275	540,934	▲ 12.1%
556,766	553,197	▲ 0.6%	Operating Expenses (thousand RON)	556,766	474,571	▲ 17.3%
49,509	48,100	▲ 2.9%	Operating Profit (thousand RON)	49,509	66,363	▼ 25.4%
8.2%	8.0%	▲ 0.2 p.p.	Operating profit margin (%) (operating profit/operating revenue)	8.2%	12.3%	▼ 4.1 p.p.
128,665	126,372	▲ 1.8%	EBITDA (thousand RON)	128,665	127,848	▲ 0.6%
104.3%	104.3%	-	Operating Expenses/Turnover (%)	104.3%	97.8%	▲ 6.5 p.p.

2024		Variation Achieved/ Budget	Indicators	Achieved		Variation Achieved 2024/2023
Achieved	Budget			2024	2023	
612,660	606,249	▲ 1.1%	Total Revenues (thousand RON)	612,660	547,624	▲ 11.9%
557,098	553,649	▲ 0.6%	Total Expenses (thousand RON)	557,098	474,830	▲ 17.3%
55,562	52,600	▲ 5.6%	Gross profit (thousand RON)	55,562	72,794	▼ 23.7%
49,407	44,312	▲ 11.5%	Net profit (thousand RON)	49,407	61,617	▼ 19.8%
1,387	1,401	▼ 1.0%	Average number of employees (pers.)	1,387	1,414	▼ 1.9%
437	429	▲ 1.9%	Productivity (thousand RON/employee) Operating revenues/Average number of employees	437	383	▲ 14.1%

Table 2 - 2024 economic-financial results vs. Budget 2024 and 2023

In 2024 the turnover recorded an increase by 10.0% as compared to the level achieved in 2023. As compared to the budget, 0.6% (3,080 kRON) increase has been achieved. The operating profit is in amount of 49,509 thousand RON, above the budgeted level by 2.9%. As compared to 2023, the operating profit registered a decrease by 25.4% (16,854 kRON). The net profit related to 2024 is of 49,407 thousand RON, 11.5% higher (5,095 kRON) than the budget. Compared to 2023, the net profit decreased by 19.8% (12,210 kRON).

2.3 Operating Activity Indicators

The evolution of the quantities transported through the National Transport System (NTS) and by rail, compared to the budget and the previous year, is as follows:

2024		Variation Achieved/ Budget	Indicators (thousand tons)	Achieved		Variation Achieved 2024/2023
Achieved	Budget			2024	2023	
2,802	2,793	▲ 0.3%	Transported quantities on domestic subsystem	2,802	2,915	▼ 3.9%
4,206	4,184	▲ 0.5%	Quantities transported on the import subsystem	4,206	3,072	▲ 36.9%
7,008	6,977	▲ 0.4%	Total transported quantities*	7,008	5,987	▲ 17.1%
123	97	▲ 26.8%	Other transport operations	123	307	▼ 59.9%
7,131	7,074	▲ 0.8%	Total transported quantities	7,131	6,294	▲ 13.3%

^{*)} Transported quantities for which are being applied tariffs regulated by A.N.R.M.P.S.G.

Tabel 3 - Evolution of the quantity of crude oil, condensate and rich gas transported in 2024 vs. Budget and 2023

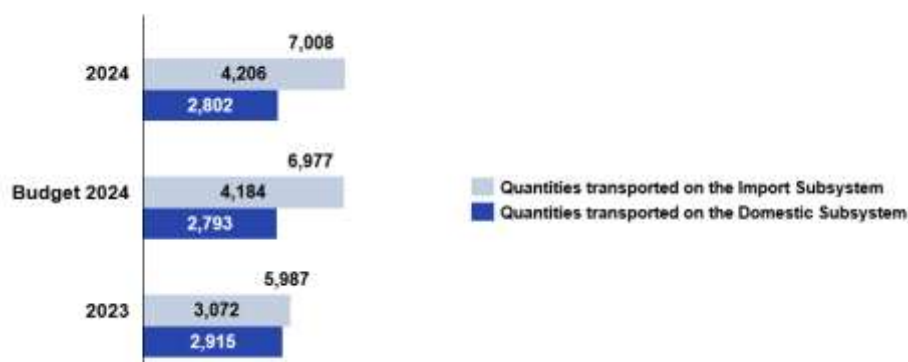


Chart 2 - Evolution of the quantities transported on the domestic and import subsystems in 2024 vs. Budget 2024 and 2023

Out of the total quantity of 2,809 thousand tons of crude oil, condensate and rich gas from indigenous production, transported and delivered, approximately 33.5% (942 thousand tons) were transported by rail.

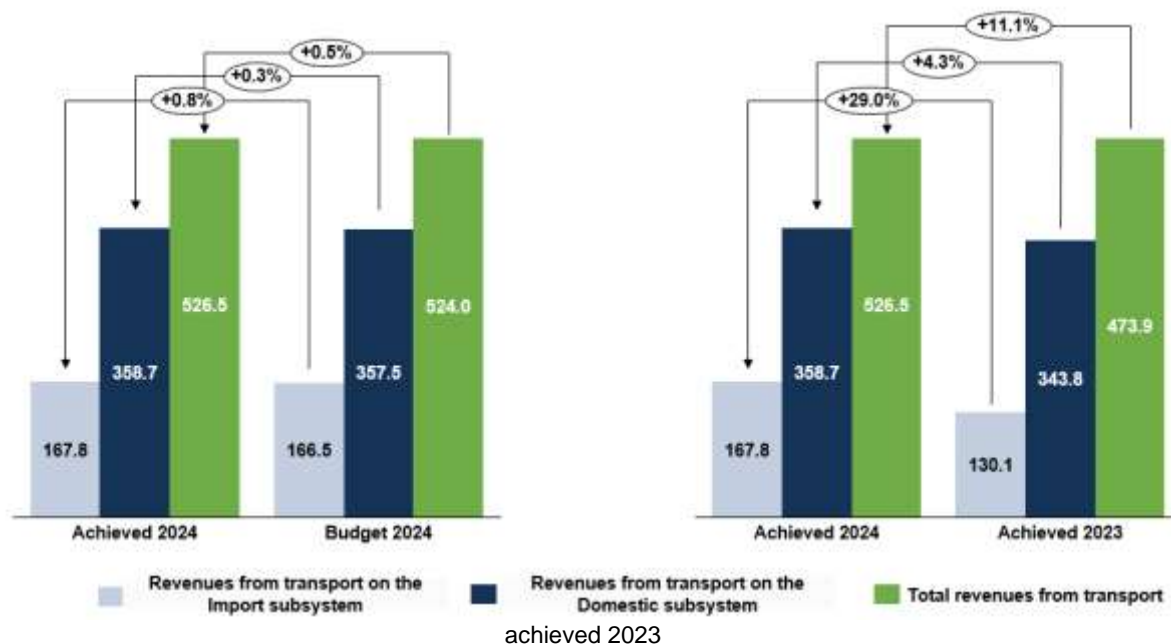
The statement of transport revenues achieved in 2024 compared to the budget and the previous year on transport subsystems is shown below:

2024		Variation Achieved/ Budget	Indicators (thousand tons)	Achieved		Variation Achieved 2024/2023
Achieved	Budget			2024	2023	
358,670	357,526	▲ 0.3%	Revenues from transport services on the Domestic subsystem*	358,670	343,752	▲ 4.3%
167,786	166,458	▲ 0.8%	Revenues from transport services on the Import subsystem*	167,786	130,096	▲ 29.0%
526,456	523,984	▲ 0.5%	Total transport revenues*	526,456	473,848	▲ 11.1%
4,935	4,486	▲ 10.0%	Other revenues associated with the transport operations	4,935	9,025	▼ 45.3%
531,391	528,470	▲ 0.6%	Total transport revenues	531,391	482,873	▲ 10.0%

*) Revenues related to Transported quantities for which tariffs regulated by A.N.R.M.P.S.G. are applied

Table 4 - Evolution of revenues from transport in 2024 vs. Budget 2024 and 2023

Chart 3 - The evolution of the revenues achieved from the core business on 2024 sub-systems vs Budget 2024 and



The detailed statement of the transport revenues divided by every client, is as follows:

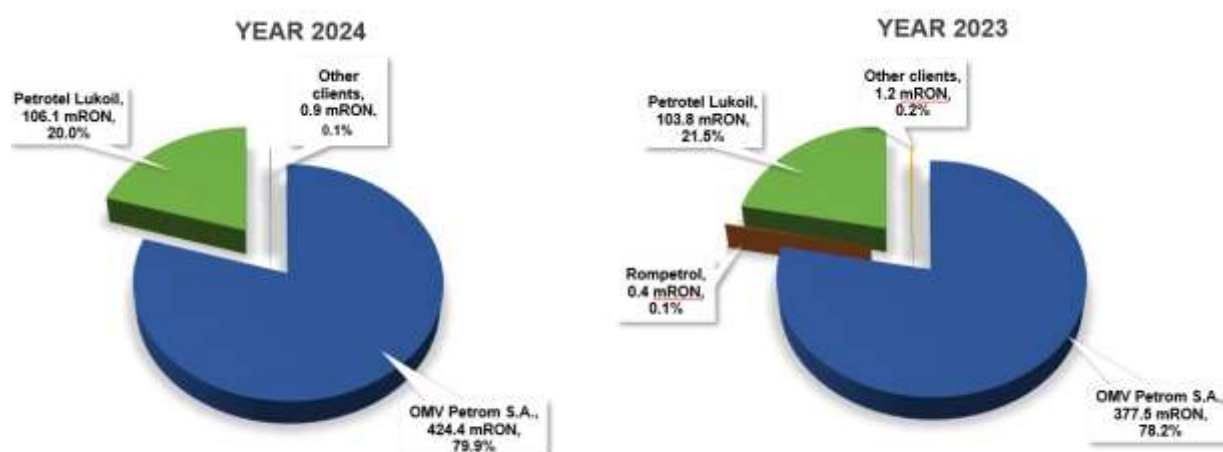


Chart 4 - Share of transport revenues per refineries in total transport revenues in 2024 and 2023

The transport services are carried out based on contracts concluded with customers, drawn up according to the framework contract approved annually by the National Regulatory Authority for Mining, Petroleum and Geological Storage of Carbon Dioxide (A.N.R.M.P.S.G.).

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

The evolution of the standardized technological consumption per products as compared to the levels recorded in 2024 and 2023, is as follows:

Products	2024	2023
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	Standardized	Achieved	Variation	Standardized	Achieved	Variation
Import crude oil	0.2398%	0.1828%	-0.06 p.p.	0.2602%	0.1945%	-0.07 p.p.
Domestic crude oil, condensate and light condensate	0.3715%	0.3630%	-0.01 p.p.	0.3684%	0.3504%	-0.02 p.p.
Rich gas	7.3830%	2.6270%	-4.76 p.p.	7.3830%	3.1790%	-4.20 p.p.

Table 5 - The evolution of technological standardized consumption as compared to achieved 2024 vs. 2023

The tariffs for the supply of crude oil, rich gas, condensate and ethane are regulated and approved by the A.N.R.M.P.S.G. and are distinguished for each transport subsystem.

For the transport of crude oil through the Import subsystem, differentiated tariffs are applied depending on the ranges of transported quantities.

In the reporting period, the following tariffs were applied:

➤ Tariffs from transport services on Domestic Subsystem

Period	Transport tariff (RON/ton)	Approved by A.N.R.M.P.S.G. Order no.
January 1 st , 2023 - December 31 st , 2023	117.95	364/2022
starting January 1 st , 2024	128.00	340/2023

Tabel 6 – Domestic subsystem transport tariffs

➤ Tariffs from transport services on Import Subsystem

The tariffs charged for transport on the import subsystem differ depending on the point of destination (refinery) and the transported quantity.

Period	Batches	Arpechim Refinery	Ploiesti Basin *)	Petromidia Refinery	Approved by A.N.R.M.P.S.G. Order no.
	thousand tons/month	RON/ton	RON/ton	RON/ton	
January 1 st , 2023 - December 31 st , 2023	no more than 80	52.25	51.60	20.73	364/2022
	between 80 - 120	41.80	41.28	16.59	
	between 120 - 160	31.35	30.96	12.44	
	over 160	23.51	23.22	9.33	
Starting January 1 st , 2024	no more than 80	55.00	39.85	26.50	340/2023
	between 80 - 120	54.79	39.70	26.40	
	between 120 - 160	54.59	39.55	26.30	
	over 160	54.38	39.40	26.20	

*) Petrobrazi Refinery and Lukoil Refinery

Table 7- Import subsystem transport tariffs

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

3. ANALYSIS OF THE FINANCIAL SITUATION

The financial information presented in this report is taken from preliminary financial statements for the period ended December 31st, 2024, prepared in accordance with OMPF Order no. 2844/2016, unaudited (Annexes 1 and 2).

3.1 Statement of the Financial Standing on December 31st, 2024

In the synthesis, the statement of the Financial Standing on December 31st, 2024, is as follows:

Name of the Item (Thousand RON)	31.12.2024 (unaudited)	31.12.2023 (audited)	Variation 2024/2023
Intangible assets	671,232	678,913	▼ 1.1%
Current assets	182,369	167,941	▲ 8.6%
Total Assets	853,601	846,854	▲ 0.8%
Equities	730,777	730,295	▲ 0.1%
Total liabilities	122,824	116,559	▲ 5.4%
Total equity and liabilities	853,601	846,854	▲ 0.8%

Table 8 - Synthesis of the company's financial standing on 31.12.2024 as compared to 31.12.2023

Statement of preliminary financial position on December 31st, 2024 - preliminary data in extended version is presented in Annex no.1.

The total assets of the company register an increase of 0.8% (6,747 thousand RON) compared to December 31st, 2023, mainly due to the increase in fixed assets.

The intangible assets recorded 1.1% decrease as compared to December 31st, 2023, mainly generated by inputs of tangible and intangible assets, in total value lower than the decrease in the value of assets by the amortization recorded in 2024.

The current assets increased by 14,428 thousand RON (8.6%), from 167,941 thousand RON achieved on 31.12.2023 to 182,369 thousand RON on 31.12.2024.

In structure, the evolution of the main elements is different, the cash available registering an increase of 26.4% (28,435 thousand RON), while receivables decreased by 25.5% (13,485 thousand RON).

The increase in cash was mainly generated by the increase in cash from the modernization quota existing in bank accounts on 31.12.2024 by 4,895 thousand RON compared to 31.12.2023, but also by the collection before maturity of the equivalent value of certain invoices issued in December 2024. 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 registered a slight increase of 0.1% (482 thousand RON) as to December 31st, 2023 reaching 730,777 thousand RON.

The long-term liabilities record an increase by 3,201 thousand RON as compared to December 31st, 2023.

Current liabilities, in amount of 90,164 thousand RON, are increasing by 3,064 thousand RON as compared to December 31st, 2023, mainly due to the increase of the short-term provisions.

3.2 Profit & Loss Account for the period January - December 2024

The preliminary financial results for 2024, as compared to the budget and the achievements of the previous year are as follows:

2024		Variation Achieved /Budget	Indicators (thousand RON)	Achieved		Variation Achieved 2024/2023
Achieved	Budget			2024	2023	
533,618	530,538	▲ 0.6%	Turnover	533,618	485,114	▲ 10.0%
606,275	601,297	▲ 0.8%	Operating Revenues	606,275	540,934	▲ 12.1%
556,766	553,197	▲ 0.6%	Operating Expenses	556,766	474,571	▲ 17.3%
49,509	48,100	▲ 2.9%	Operating Profit	49,509	66,363	▼ 25.4%
6,385	4,952	▲ 28.9%	Financial Revenues	6,385	6,690	▼ 4.6%
332	452	▼ 26.6%	Financial Expenses	332	259	▲ 28.2%
6,053	4,500	▲ 34.5%	Financial profit	6,053	6,431	▼ 5.9%
612,660	606,249	▲ 1.1%	Total revenues	612,660	547,624	▲ 11.9%
557,098	553,649	▲ 0.6%	Total expenses	557,098	474,830	▲ 17.3%
55,562	52,600	▲ 5.6%	Gross Profit	55,562	72,794	▼ 23.7%
49,407	44,312	▲ 11.5%	Net Profit	49,407	61,617	▼ 19.8%

Table 9 - The main economic indicators achieved in 2024 as compared to 2024 Budget and 2023

Statement of profit or loss and other elements of the global result for the financial year ended on December 31st, 2024 - preliminary data is presented in detail in Annex no.2.

Operating Revenues

As compared to the approved budget and with the same period of the previous year, the total revenues of the operating activity in 2024 are as follows:

2024		Variation Achieved/ Budget	Indicators (thousand RON)	2024	2023	Variation Achieved 2024/2023
Achieved	Budget					
Transport services based on tariffs approved by A.N.R.M.P.S.G. order - Domestic Subsystem						
2,802	2,793	▲ 0.3%	thousand tons	2,802	2,915	▼ 3.9%
358,670	357,526	▲ 0.3%	thousand ron	358,670	343,752	▲ 4.3%
Transport services based on tariffs approved by A.N.R.M.P.S.G. Order - Import Subsystem						
4,206	4,184	▲ 0.5%	thousand tons	4,206	3,072	▲ 36.9%
167,786	166,458	▲ 0.8%	thousand ron	167,786	130,096	▲ 29.0%
Total quantities and revenues from transport services based on tariffs approved by A.N.R.M.P.S.G. Order						
7,008	6,977	▲ 0.4%	thousand tons	7,008	5,987	▲ 17.1%
526,456	523,984	▲ 0.5%	thousand ron	526,456	473,848	▲ 11.1%
Other types of operations related to the N.T.S.						
123	97	▲ 26.8%	thousand tons	123	307	▼ 59.9%
4,935	4,486	▲ 10.0%	thousand ron	4,935	9,025	▼ 45.3%
Total general crude oil, rich gas and condensate transport activity						
7,131	7,074	▲ 0.8%	thousand tons	7,131	6,294	▲ 13.3%
531,391	528,470	▲ 0.6%	thousand ron	531,391	482,873	▲ 10.0%
1,906	1,888	▲ 1.0%	Revenues from rents	1,906	2,078	▼ 8.3%
321	180	▲ 78.3%	Other Turnover Revenues	321	163	▲ 96.9%

2024		Variation Achieved/ Budget	Indicators (thousand RON)	2024	2023	Variation Achieved 2024/2023
Achieved	Budget					
533,618	530,538	▲ 0.6%	Turnover	533,618	485,114	▲ 10.0%
59,600	59,588	-	Write-back to revenues of reserve constituted based on the expenses with the modernization quota	59,600	51,226	▲ 16.3%
-	-	-	Earnings from disposal of assets	-	612	-
13,057	11,171	▲ 16.9%	Other revenues	13,057	3,982	▲ 227.9%
72,657	70,759	▲ 2.7%	Total other operating revenues	72,657	55,820	▲ 30.2%
606,275	601,297	▲ 0.8%	Total Operating revenues	606,275	540,934	▲ 12.1%

Table 10 - Operating income statement year 2024 compared to the Budget and compared to 2023

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

The revenues from the reserve representing the modernization quota are also recognized in the operating income, revenues recognized at the level of depreciation of the fixed assets financed from this quota. These revenues hold 82% from other operating revenues (59,600 thousand RON). In 2024, there was an increase of 16.3%, compared to the same period of 2023, due to the increase in the depreciation of fixed assets financed from the modernization quota.

The category "Other income" mainly includes the amounts to be recovered (debits) established by final court decisions in forced execution (8,002 thousand RON). For these debits, depreciation adjustments amounting to 100% of the debit value were recorded.

The operating expenses achieved in 2024 compared to 2023 and the budget provisions are as follows:

2024		Variation Achieved /Budget	Indicators (thousand RON)	Achieved		Variation Achieved 2024/2023
Achieved	Budget			2024	2023	
6,145	6,566	▼ 6.4%	Material expenses, out of which:	6,145	6,543	▼ 6.1%
3,427	3,385	▲ 1.2%	- expenses with consumables	3,427	3,489	▼ 1.8%
1,956	2,085	▼ 6.2%	- fuel expenses	1,956	2,102	▼ 6.9%
20,903	21,654	▼ 3.5%	Other external expenses (with energy and water)	20,903	18,597	▲ 12.4%
210,186	210,619	▼ 0.2%	Personnel Expenses	210,186	194,395	▲ 8.1%
79,156	78,272	▲ 1.1%	Value adjustments of fixed assets, less adjustments related to rights of use resulted from leasing contracts	79,156	61,485	▲ 28.7%
2,141	2,158	▼ 0.8%	Value adjustments for rights of use resulted from leasing contracts	2,141	2,051	▲ 4.4%
144,015	145,767	▼ 1.2%	Expenses with external services, out of which:	144,015	126,936	▲ 13.5%
3,104	3,382	▼ 8.2%	- maintenance (maintenance, current repairs)	3,104	2,532	▲ 22.6%

2024		Variation Achieved /Budget	Indicators (thousand RON)	Achieved		Variation Achieved 2024/2023
Achieved	Budget			2024	2023	
78,209	78,046	▲ 0.2%	- expenses with crude oil transport by railway	78,209	71,645	▲ 9.2%
563	1,467	▼ 61.6%	- expenses with decontamination works	563	296	▲ 90.2%
47,589	47,419	▲ 0.4%	- oil royalty	47,589	38,519	▲ 23.5%
14,550	15,453	▼ 5.8%	- other services performed by third parties	14,550	13,944	▲ 4.3%
19,843	15,985	▲ 24.1%	Provisions and value adjustments on current assets	19,843	2,207	▲ 799.1%
91	67	▲ 35.8%	Losses from disposal of assets	91	-	-
74,286	72,109	▲ 3.0%	Other operating expenses, out of which:	74,286	62,357	▲ 19.1%
67,445	64,892	▲ 3.9%	- modernization quota expenses	67,445	58,084	▲ 16.1%
556,766	553,197	▲ 0.6%	Total operating expenses	556,766	474,571	▲ 17.3%

Table 11 - Operating expenses 2024 vs. Budget 2024 and 2023

The operating expenses achieved during January - December 2024 increased by 17.3% as compared to 2023, from 474,571 thousand RON to 556,766 thousand RON.

The increase in operating expenses was mainly driven by the increase in some operating expenses, of which we exemplify: rail transport services, expenses calculated based on revenues (oil royalty and modernization quota), personnel expenses, provisions and value adjustments for current assets and fixed assets (amortization).

Provisions and adjustments for the impairment of current assets are recorded for debts related to legal files pending in court and debts recorded in the accounting records based on final judgments obtained in court, subject to enforcement, as well as fines paid and in the appeal procedure, for benefits granted to employees upon retirement or death, for the employees' share of profit.

As compared to the budget approved for 12 months 2024, the operating expenses achieved on 31.12.2024 were higher by 3,569 thousand RON (0.6%). The budget execution table as of 31.12.2024 shows that there were savings on some types of expenses (material - 421 thousand RON, electricity and natural gas - 751 thousand RON, personnel expenses - 433 thousand RON, services provided - 1,752 thousand RON), but also overruns on other types of expenses (amortization - 884 thousand RON, provisions and adjustments for the depreciation of other receivables - 3,858 thousand RON, oil royalty – 170 thousand RON, etc.).

The operating profit achieved in 2024, in amount of 49,509 thousand RON, decreased by 16,854 thousand RON as compared to 2023 and increased by 1,409 thousand RON as compared to the budgeted amount.

The financial profit achieved in 2024 is higher by 1,553 thousand RON compared to budget. As compared to 2023, the financial profit decreased by 378 thousand RON as a result of the decrease in revenues from the interests collected by the company.

The net profit amounting to 49,407 thousand RON, is 5,095 thousand RON higher than budgeted and by 12,210 thousand RON below the level recorded in 2023.

3.3. Cash-flow

The cash flow statement (direct method), on 31.12.2024, is the following:

	Name of the element (thousand RON)	January - December 2024	January - December 2023
A	Net cash from operating activities	106,017	86,615
B	Net cash from investment activity	(17,947)	(45,500)
C	Net cash from financing activities	(59,635)	(61,045)
	Net increase of the cash and cash equivalents=A+B+C=D2-D1	28,435	(19,930)
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	136,177	107,742

Table 12 - Summary statement of the cash flows in 2024 vs. 2023

Cash and cash equivalents on December 31, 2024 are up by 26.4% (28.5 million RON) compared to December 31, 2023, mainly as a result of the increase in the volume of the collections in the reported period, but also due to the early payment by the OMV client of some transport invoices due in 2025.

The cash flow statement for the financial year ended on December 31, 2024 – preliminary data is presented in detail in Annex no. 3.

4. INVESTMENTS

The investment projects target both enhancing the efficiency of the transport activity and operation, under safe conditions, of the National Transport System. The annual investment program was carried out in proportion of 82.9%.

The comparative evolution of the achieved level of investment as compared to the programmed level for 2024 and 2023 by ownership of assets, is as follows:

2024		Degree of achieve ment	Investments (thousand RON)	2023		Degree of achievem ent
Program	Achieved			Program	Achieved	
85,000	70,445	82.9%	Total investments, o/w:	112,000	83,062	74.2%
65,000	56,210	86.5%	Public domain	90,000	71,580	79.5%
20,000	14,235	71.2%	Operating domain	22,000	11,482	52.2%

Table 13 - Investments achieved and programmed in 2024 and 2023

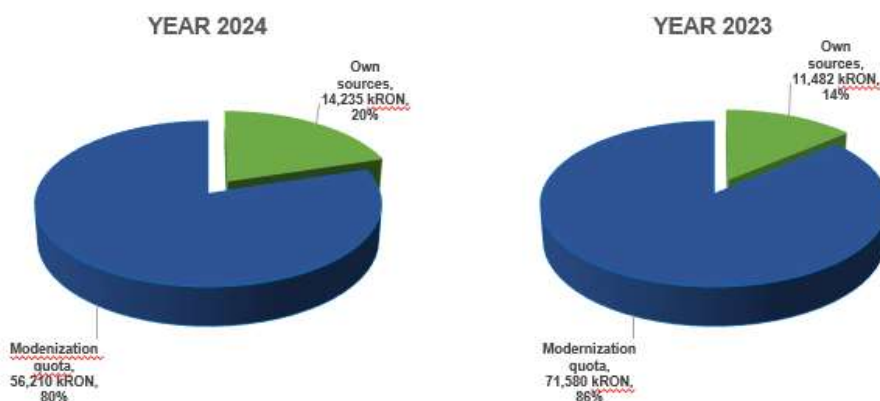


Chart 5 - Share of investments by financing sources in 2024 and 2023

In 2024, commissioning amounting to 85,426 thousand RON was carried out, as follows:

- 69,744 thousand RON out of the modernization quota;
- 15,682 thousand RON out of other own sources;

5. OTHER ASPECTS

5.1 Tracking and recording procurement contracts activity

The procurement activity was performed in compliance with the provisions of the Internal Procurement Norms of CONPET S.A. and other internal procedures.

According to the provisions of the EGMS Resolution no.3/23.10.2014 are presented in Annexes no.4 and 5 the works procurement contracts with values higher than 500,000 Euro and the service procurement contracts with values higher than 100,000 EURO, concluded between 01.01.2024-31.12.2024.

5.2 The Board of Directors

In 2024 the company was administered by a Board of Directors (BoD), made up of 7 (seven) administrators elected by the Ordinary General Meeting of Shareholders. The Board of Directors is ruled by a Chairman. The Chairman is elected by the Board of Directors, among its members.

The constituency of the Board of Directors on 31.12.2024 is the following:

- Cristian - Florin Gheorghe, Chairman, Romanian citizenship;
- Florin - Daniel Gavrilă, member, Romanian citizen;
- Nicușor - Marian Buică, member, Romanian citizen;
- Luminița - Doina Kohalmi - Szabo, member, Romanian citizen;
- Oana - Cristina Tănăsică, member, Romanian citizen;
- Andrei - Mihai Zaman, member, Romanian citizen;
- Alin - Mihael Dănilă, member, Romanian citizen.

At the Board of Directors' level are constituted the following Consultative committees:

- The Nomination and Remuneration Committee is made out of 5, non-executive administrators: Andrei - Mihai Zaman- President; members: Mr. Cristian - Florin Gheorghe, Mrs. Oana - Cristina Tănăsică, Mr. Alin - Mihael Dănilă, Mrs. Luminița - Doina Kohalmi - Szabo.
- The Audit Committee is made out of 3 non-executive administrators: Mr. Florin- Daniel Gavrilă- President; Members: Mr. Nicușor - Marian Buică, Mr. Cristian - Florin Gheorghe.
- The Risk Management Committee is made out of 3 non-executive administrators: Mrs. Luminița - Doina Kohalmi - Szabo - President; members: Mrs. Alin - Mihael Dănilă, Mr. Nicușor - Marian Buică.
- The Committee for Development and Relation with the Investors and Authorities is made up of 3 non-executive administrators: Mrs. Oana– Cristina Tănăsică- President; the members: Mr. Florin– Daniel Gavrilă, Mr. Andrei– Mihai Zaman.

5.3 The Executive Management

Between: 01.01.2024 - 31.12.2024, the executive management had the following composition:

The Director General

Mr. Dorin Tudora was appointed in the capacity of Director General, for a 4 years' mandate, starting 20.10.2023 until 19.10.2027, delegating to him the management of the company in accordance with the legal provisions in force, the Articles of Incorporation and the contract of mandate.

The Deputy Director General

Ms. Mihaela - Anamaria Dumitrache was appointed by the BoD in the capacity of Deputy Director General, for a 4 years' mandate, starting 20.10.2023 until 19.10.2027, delegating to her the management of the company in accordance with the legal provisions in force, the Articles of Incorporation and the contract of mandate.

The Economic Director

Ms. Sanda Toader was appointed by the BoD in the capacity of Economic Director, for a 4 years' mandate, starting 20.10.2023 until 19.10.2027, delegating to her the management of the company in accordance with the legal provisions in force, the Articles of Incorporation and the contract of mandate.

The Deputy Director General 3

Mr. Radu – Florentin Necșulescu was appointed by the BoD in the capacity of Deputy Director General 3, for a mandate starting with 15.01.2024 until 19.10.2027, delegating to him the management of the company in accordance with the legal provisions in force, the Articles of Incorporation and the contract of mandate.

5.4 Relevant corporate events in 2024 and subsequent to the date of the financial statements

February 28, 2024

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

April 25, 2024

The Ordinary General Meeting of Shareholders approved the Annual Financial Statements on the date and for the financial year ended 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.

October 29, 2024

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

February 19, 2025

Starting with the date of 19.02.2025, by the Order of the President of the National Regulatory Authority in the Mining, Petroleum and Geological Storage of Carbon Dioxide no. 99/14.02.2025 regarding the amendment of the transport tariffs, published in the Official Gazette of Romania, Part I, no. 146 of 19.02.2025, the new transport tariffs through the National Transport System for crude oil, rich gas, condensate and ethane were approved.

ANNEXES:

Annex no. 1 Statement of the Financial Standing on December 31, 2024 – preliminary data

Annex no. 2 Statement of profit or loss and other elements of the global result for the year ended on December 31st, 2024 - preliminary data

Annex no. 3 Cash-flow Statement for the financial year ended on December 31, 2024 – preliminary data

Annex no. 4 Statement of services procurement contracts with values higher than 100.000 Euro, concluded during 01.01.2024 - 31.12.2024

Annex no. 5 Statement of works and products procurement contracts with values higher than 500,000 Euro, concluded during 01.01.2024 - 31.12.2024

Chairman of the Board of Directors

CONPET S.A.

Gheorghe Cristian - Florin

Director General

Eng. TUDORA Dorin

Deputy Director General

Jurist - DUMITRACHE Mihaela - Anamaria

Deputy Director General 3

Eng. NECȘULESCU Radu – Florentin

Economic Director

Econ. TOADER Sanda

Annex 1
STATEMENT OF THE FINANCIAL STANDING ON DECEMBER 31, 2024- PRELIMINARY DATA

Name	-RON-	
	December 31 2024 (unaudited)	December 31 2023 (audited)
ASSETS		
Fixed assets		
Tangible assets	664,780,731	670,831,075
Intangible assets	3,037,998	5,559,573
Financial Assets	535,374	2,522,803
Deferred corporate tax receivables	2,877,808	-
Total non-current assets	671,231,911	678,913,451
Current assets		
Inventories	6,009,370	6,519,564
Trade receivables and other receivables	39,495,831	52,981,332
Cash and cash equivalents	136,176,830	107,742,173
Prepaid expenses	687,107	697,600
Total current assets	182,369,138	167,940,669
TOTAL ASSETS	853,601,049	846,854,120
EQUITY AND LIABILITIES		
Equities		
Subscribed and paid-up share capital	28,569,842	28,569,842
Legal reserves	5,713,968	5,713,968
Revaluation reserves	43,539,329	49,838,300
Other reserves	558,422,603	547,585,477
Retained earnings	45,124,461	36,970,805
Result of the year	49,406,956	61,616,539
Total equity	730,777,159	730,294,931
Long-term liabilities		
Liabilities to the employees	30,236,672	25,764,827
Other long-term liabilities	2,423,254	2,792,606
Liabilities related to Deferred Tax	-	901,503
Total long-term liabilities	32,659,926	29,458,936
Current liabilities		
Trade liabilities	26,530,002	33,091,805
Current corporate Tax	-	1,807,695
Other liabilities	33,027,370	28,764,158
Liabilities to the employees	14,285,590	14,143,449
Short-term provisions	16,321,002	9,293,146
Total current liabilities	90,163,964	87,100,253
Total liabilities	122,823,890	116,559,189
Total equity and liabilities	853,601,049	846,854,120

Annex no. 2

**STATEMENT OF PROFIT OR LOSS AND OTHER ELEMENTS OF THE GLOBAL RESULT FOR THE
FINANCIAL YEAR ENDED DECEMBER 31, 2024- PRELIMINARY DATA**

Name	December 31	-RON- December 31
	2024 (unaudited)	2023 (audited)
Revenues from contracts	533,618,409	485,113,609
Earnings from disposal of assets	-	612,108
Other revenues	72,657,193	55,208,434
Total operating revenues	606,275,602	540,934,151
Inventories Expenses	6,144,917	6,543,246
Expenses with energy and water	20,903,271	18,596,747
Personnel Expenses	210,186,200	194,394,992
Value adjustments of fixed assets, less adjustments related to rights of use resulted from leasing contracts	79,156,049	61,484,586
Value adjustments on rights of use resulted from leasing contracts	2,140,874	2,051,485
Value adjustments on current assets	7,640,693	(239,459)
Expenses with external services	144,014,893	126,935,543
Loss from disposal of assets	91,590	
Provisions-related adjustments	12,201,850	2,446,008
Other expenses	74,286,024	62,357,840
Total Operating Expenses	556,766,361	474,570,988
Operating Profit	49,509,241	66,363,163
Financial Revenues	6,384,256	6,689,934
Interest expenses related to leasing contracts	237,637	175,242
Other financial expenses	93,964	83,799
Financial Expenses	331,601	259,041
Financial profit	6,052,655	6,430,893
Profit before income tax	55,561,896	72,794,056
Expenses with current income tax	10,168,436	10,586,561
Expenses with (revenues coming from) deferred corporate tax	(4,013,496)	590,956
PROFIT OF THE PERIOD	49,406,956	61,616,539
Actuarial earnings (loss) benefits granted upon retirement and death	1,229,473	531,142
Surplus from revaluation of the tangible assets	-	35,055,317
Other elements of the equities - retained earnings	755,268	-
Total other global result elements that will not be subsequently reclassified as profit or loss	1,984,741	35,586,459
Net increase of the modernization quota reserve	7,844,065	6,869,587
Total other global result elements that will be subsequently reclassified as profit or loss	7,844,065	6,869,587
TOTAL OTHER ELEMENTS OF THE GLOBAL RESULT	9,828,806	42,456,046
TOTAL GLOBAL RESULT	59,235,762	104,072,585
Result per share	5.71	7.12

Annex 3

Cash-flow statement for the year ended December 31, 2024- PRELIMINARY DATA
- RON-

	Name of the Item	12 months 2024 (unaudited)	12 months 2023 (audited)
	Cash flows from operating activities:		
+	Proceeds from services supply	582,922,244	520,121,301
+	Proceeds from interests related to banking investments	6,330,776	6,575,548
+	Other proceeds	8,277,472	4,251,235
-	Payments to the suppliers of goods and services	153,460,415	140,225,977
-	Payments to and on behalf of the employees	206,738,812	192,207,154
-	VAT payments	64,996,587	54,308,422
-	Expenses with income tax and specific tax	12,216,120	10,776,280
-	Other payments regarding the operating activity	54,102,021	46,814,796
A	Net cash from operating activities	106,016,537	86,615,455
	Cash flows from investment activities:		
+	Proceeds from sale of tangible assets	11,087	620,592
+	Proceeds from modernization quota	67,444,545	58,084,160
-	Payments for purchase of tangible/intangible assets	85,402,577	104,205,104
B	Net cash from investment activity	(17,946,945)	(45,500,352)
	Cash-flows from financing activities:		
-	Paid dividends	56,893,975	57,664,500
-	Payments on the debt related to leasing	2,497,018	3,195,528
-	Interest payments	243,943	185,354
C	Net cash from financing activities	(59,634,936)	(61,045,382)
	Net increase of the cash and cash equivalents=A+B+C=D2-D1	28,434,656	(19,930,279)
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	136,176,829	107,742,173

Annex no. 4

**STATEMENT OF SERVICES PROCUREMENT CONTRACTS WITH VALUES HIGHER THAN 100,000 EURO, CONCLUDED
BETWEEN 01.01.2024 – 31.12.2024**

Crt .No .	Name of the contractor	Scope of the Contract	Title 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	Start 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	23.04.2024	2	2
TOTAL QUARTER I - 4 CONTRACTS VALUE QUARTER I = 6,648,105.00 RON											
Total QUARTER II - 0 CONTRACTS VALUE QUARTER II = 0.00 RON											

January - December 2024

Crt .No .	Name of the contractor	Scope of the Contract	Title 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	Start of the contract	Initially set-duration (in months)	Final contract duration (in months)
5	ORANGE ROMANIA COMMUNICATIONS S.A.	Electronic telecommunications services	S-CA 169/12.08.2024	Tender	-	23066/18.06.2024	1,232,952.00	1,232,952.00	09.09.2024	24	24
TOTAL QUARTER III - 1 CONTRACT VALUE QUARTER III = 1,232,952.00 RON											
6	LOC. SERV. REP. S.R.L.	Planned repair type RG to the locomotive 1250 LDH HP traffic no. 92530810789-3	S-CA 279/20.12.2024	Tender	-	41926/29.10.2024	1,218,818.00	1,218,818.00	-	2	2
7	REMARUL 16 FEBRUARY S.A.	Planned repair type RG to the locomotive 1250 LDH HP traffic no. 92530810803-2	S-CA 280/20.12.2024	Tender	-	41926/29.10.2024	1,588,000.00	1,588,000.00	-	2	2
8	RELOC S.A.	Planned repair type RR to the locomotive 1250 LDH HP traffic no. 92530810834-7	S-CA 287/23.12.2024	Tender	-	41926/29.10.2024	1,300,000.00	1,300,000.00	-	2	2
9	Romania EUROEST S.A.	Planned repair type RR to the locomotive HP traffic no. 97530490010-6	S-CA 288/23.12.2024	NEGOCIATION WITHOUT PRIOR PUBLIC NOTICE	-	44233/14.11.2024	549,966.90	549,966.90	-	2	2
TOTAL QUARTER IV - 4 CONTRACTS VALUE QUARTER IV= 4,656,784.90 RON											
CUMULATED TOTAL - 9 CONTRACTS CUMULATED VALUE = 12,537,841.90 RON											

Annex no. 5
**STATEMENT OF WORKS AND PRODUCTS PROCUREMENT CONTRACTS WITH VALUES HIGHER THAN 500,000 EURO, CONCLUDED
BETWEEN 01.01.2024 – 31.12.2024**

Crt .No .	Name of the Contractor	Scope of the Contract	Title 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	Start of the contract	Initially set contract duration (in months)	Final contract duration (in months)
TOTAL QUARTER I - 0 CONTRACTS VALUE QUARTER I = 0.00 RON											
1	OMV PETROM MARKETING	Supply of 60,000 liters of gas and 910,000 liters of diesel	P-CA 88/29.04.2024	Tender	-	11345/19.03.2024	5,867,900.00	5,867,900.00	01.06.2024	36	36
2	GAZPET INSTAL S.R.L. PLOIESTI	Execution of safety works for pipelines 12 and 14 Cartojani-Ploiesti at crossing Cricovul Dulce creek	L-CA 93/14.05.2024	Tender	-	12063/22.03.2024	2,931,334.24	2,931,334.24	06.06.2024	10	10
3	ERICSSON TELECOMMUNICATION ROMANIA S.R.L.	Modernization of the microwaves radio relays system within CONPET S.A. Communication system	L-CA 128/25.06.2024	Tender	-	16495/24.04.2024	4,275,269.51	4,275,269.51	-	12	12
TOTAL QUARTER II - 3 CONTRACTS VALUE QUARTER II = 13,074,503.75 RON											
4	TALPAC S.R.L.	Execution of works to replace collectors and valves in Constanta South station - Oil Terminal Warehouse	L-CA 187/09.09.2024	Tender	-	27282/17.07.2024	18,341,024.09	18,341,024.09	26.09.2024	9	9

January - December 2024

Crt .No .	Name of the Contractor	Scope of the Contract	Title 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	Start of the contract	Initially set contract duration (in months)	Final contract duration (in months)
5	TERRA GAZ CONSTRUCT S.R.L.	Technical project update and execution of building rehabilitation works CONPET S.A. Headquarter II, No. 8 Rezervoarelor Street (Building C4 - Ground Floor Workshop Building + Annexes, Building C5 - Ground Floor Car Service + Annexes, Building C10 - Water Household, Building C11 - Water Tank), external networks and vertical systematization	L-CA 188/ 09.09.2024	Tender	-	25473/ 04.07.2024	17,657,259.59	17,657,259.59	-	17	17
Total QUARTER III - 2 CONTRACTS VALUE QUARTER III = 35,998,283.68 RON											
6	CRAYON SOFTWARE EXPERTS ROMANIA S.R.L.	Microsoft Enterprise Agreement Renewal Licenses	P-CA 264/ 17.12.2024	Tender	-	42353/ 31.10.2024	5,693,695.80	5,693,695.80	17.12.2024	37	37
7	SPEEH HIDROELECTRICA S.A.	Electricity Procurement	P-CA 289/ 23.12.2024	NEGOCIATION WITHOUT PRIOR PUBLIC NOTICE	-	44787/ 19.11.2024	18,017,517.18	18,017,517.18	01.01.2025	12	12
Total QUARTER IV - 2 CONTRACTS VALUE QUARTER IV = 23,711,212.98 RON											
CUMULATED TOTAL - 7 CONTRACTS/CUMULATED VALUE =72,784,000.41 RON											

PRELIMINARY FINANCIAL STATEMENTS
on the date and for the financial year ended
December 31st, 2024

Drawn up based on accounting regulations in accordance with the International Financial Reporting Standards approved by the Order of the Ministry of Public Finance no. 2844/2016

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6

Explanatory Notes to the financial statements

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STATEMENT OF THE FINANCIAL STANDINDG ON DECEMBER 31st, 2024 – PRELIMINARY DATA

- RON-			
Name	Note	December 31 st , 2024 (unaudited)	December 31 st 2023 (audited)
ASSETS			
Intangible assets			
Tangible assets		664,780,731	670,831,075
Intangible assets		3,037,998	5,559,573
Financial Assets		535,374	2,522,803
Deferred corporate tax assets		2,877,808	-
Total non-current assets	4	671,231,911	678,913,451
Current assets			
Inventories		6,009,370	6,519,564
Trade receivables and other receivables		39,495,831	52,981,332
Cash and cash equivalents		136,176,830	107,742,173
Prepaid expenses		687,107	697,600
Total current assets	5	182,369,138	167,940,669
TOTAL ASSETS		853,601,049	846,854,120
EQUITY AND LIABILITIES			
Equities			
Subscribed and paid-up share capital		28,569,842	28,569,842
Legal reserves		5,713,968	5,713,968
Revaluation reserves		43,539,329	49,838,300
Other reserves		558,422,603	547,585,477
Retained earnings		45,124,461	36,970,805
Result of the year		49,406,956	61,616,539
Total equity	6	730,777,159	730,294,931
Long-term liabilities			
Liabilities to employees		30,236,672	25,764,827
Other long-term liabilities		2,423,254	2,792,606
Deferred Tax Liabilities		-	901,503
Total long-term liabilities	7	32,659,926	29,458,936
Current liabilities			
Trade liabilities		26,530,002	33,091,805
Current Corporate Tax		(862,397)	1,807,695
Other liabilities		33,027,370	28,764,158
Debts to employees		14,285,590	14,143,449
Short-term provisions		16,321,002	9,293,146
Total current liabilities	7	90,163,964	87,100,253
Total liabilities		122,823,890	116,559,189
TOTAL EQUITIES AND LIABILITIES		853,601,049	846,854,120

The company CONPET S.A.

Statement of the Financial Standing on December 31st, 2024 - preliminary data

These financial statements and the related notes, from page 1 to page 11, have been authorized for issue by the company's management on February 27th, 2025.

Director General
Eng. Dorin TUDORA

Economic Director,
Econ. Sanda Toader

The attached notes, from 1 to 10, are an integral part of these financial statements.

**STATEMENT OF PROFIT AND LOSS AND OTHER ELEMENTS OF THE GLOBAL RESULT
FOR THE FINANCIAL YEAR ENDED
ON DECEMBER 31st, 2024 - PRELIMINARY DATA**

- RON-			
Name		December 31 st , 2024 (unaudited)	December 31 st , 2023 (audited)
Revenues from contracts		533,618,409	485,113,609
Earnings from disposal of assets		(862,397)	612,108
Other revenues		72,657,193	55,208,434
Total operating revenues	8	606,275,602	540,934,151
Expenditure on inventories		6,144,917	6,543,246
Expenses with energy and water		20,903,271	18,596,747
Personnel expenses		210,186,200	194,394,992
Value adjustments on fixed assets, less adjustments related to rights of use resulted from leasing contracts		79,156,049	61,484,586
Value adjustments for rights of use resulted from leasing contracts		2,140,874	2,051,485
Value adjustments on current assets		7,640,693	(239,459)
Expenses with external services		144,014,893	126,935,543
Loss from disposal of assets		91,590	
Provisions-related impairments		12,201,850	2,446,008
Other expenses		74,286,024	62,357,840
Total Operating Expenses	9	556,766,361	474,570,988
Operating Profit		49,509,241	66,363,163
Financial Revenues		6,384,256	6,689,934
Interests' expenses related to leasing contracts		237,637	175,242
Other financial expenses		93,964	83,799
Financial Expenses		331,601	259,041
Financial profit		6,052,655	6,430,893
Profit before income tax		55,561,896	72,794,056
Expenses with current corporate tax		10,168,436	10,586,561
Expenses with (revenues coming from) deferred corporate tax		(4,013,496)	590,956
PROFIT OF THE PERIOD		49,406,956	61,616,539
Actuarial earnings (loss) from discounted benefits granted upon retirement		1,229,473	531,142
Surplus from revaluation of the tangible assets		(862,397)	35,055,317
Other elements of the equities - retained earnings		755,268	(862,397)
Total other global result elements that will not be subsequently reclassified as profit or loss		1,984,741	35,586,459
Net increase of the modernization quota reserve		7,844,065	6,869,587
Total other global result elements that will be subsequently reclassified as profit or loss		7,844,065	6,869,587
TOTAL OTHER ELEMENTS OF THE GLOBAL RESULT		9,828,806	42,456,046
TOTAL GLOBAL RESULT		59,235,762	104,072,585
Result per share		5.71	7.12

The company CONPET S.A.

Statement of profit or loss and other elements of the global result for the year ended on December 31st, 2024 - preliminary data

These financial statements and the related notes, from page 1 to page 11 have been authorized for issue by the company's management on February 27th, 2025.

**Director General,
Eng. Dorin Tudora**

**Economic Director,
Econ. Sanda Toader**

The attached notes, from 1 to 10, are integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITIES ON DECEMBER 31st, 2024 (UNAUDITED) – PRELIMINARY DATA

- RON -							
Name	Share capital	Legal reserves	Revaluation reserves	Other reserves	Retained earnings	Year's profit or loss	Total Equities
Balance on January 1st, 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	-	-	-	-	-	49,406,956	49,406,956
Actuarial gain of the period	-	-	-	-	1,229,473	-	1,229,473
Surplus from revaluation	-	-	(6,298,971)	-	6,298,971	-	-
Other elements of the equities - retained earnings	-	-	-	-	755,268	-	755,268
Allocation of profit provided by law - exemption of reinvested profit	-	-	-	2,993,062	732,340	(3,725,402)	-
Net increase of the modernization quota reserve	-	-	-	7,844,065	-	-	7,844,065
Total other global result elements	-	-	(6,298,971)	10,837,127	9,016,052	(3,725,402)	9,828,806
Total global revenues related to the period	-	-	(6,298,971)	10,837,127	9,016,052	45,681,554	59,235,762
Dividends due to shareholders	-	-	-	-	(862,397)	(57,891,137)	(58,753,534)
Total transactions with the owners directly recognized in equities	-	-	-	-	(862,397)	(57,891,137)	(58,753,534)
Balance on December 31st, 2024	28,569,842	5,713,968	43,539,329	558,422,603	45,124,461	49,406,956	730,777,159

The company CONPET S.A.

							- RON-
Name	Share capital	Legal reserves	Revaluation reserves	Other reserves	Retained earnings	Year's profit or loss	Total Equities
Balance on January 1st, 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 period	-	-	-	-	-	61,616,539	61,616,539
Actuarial gain of the period	-	-	-	-	531,142	-	531,142
Surplus from revaluation of the tangible assets			33,599,049	1,456,268	-	-	35,055,317
Surplus from revaluation	-	-	(862,397)	-	862,397	-	-
Allocation of profit provided by law - exemption of the reinvested profit	-	-	-	3,725,402	(572,707)	(3,152,695)	-
Net increase of the modernization quota reserve	-	-	-	6,869,587	-	-	6,869,587
Total other global result elements	-	-	32,736,652	12,051,257	820,832	(3,152,695)	42,456,046
Total global revenues related to the period	-	-	32,736,652	12,051,257	820,832	58,463,844	104,072,585
Dividends due to shareholders	-	-	-	-	(999,241)	(58,510,921)	(59,510,162)
Prescribed distributions	-	-	-	1,636,456	-	-	1,636,456
Total transactions with the owners directly recognized in equities	-	-	-	1,636,456	(999,241)	(58,510,921)	(57,873,706)
Balance on December 31st, 2023	28,569,842	5,713,968	49,838,300	547,585,477	36,970,805	61,616,539	730,294,931

STATEMENT OF CHANGES IN EQUITIES ON DECEMBER 31st, 2023 (AUDITED)

Note: the position „Other reserves” includes also the reserve representing the modernization quota in amount of 504,511,205 RON on 30.12.2024, namely 496,667,140 RON on 01.01.2024. This reserve is constituted as per GD no.168/1998. The modernization quota is destined exclusively for the financing of the works of modernization and development of the goods in public domain. 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

The company CONPET S.A.

expenses. On a monthly basis, the reserve of modernization quota at the level of amortization of fixed assets financed from this source is resumed in revenues. On 31.12.2024, the value of the reserve representing the modernization quota that is to be resumed to revenues at the level of the amortization of fixed assets financed out of this source, of 467,574,762 RON, and the difference of 36,936,443 RON represents the reserve available for financing the modernization and development works related to the goods from public domain.

These financial statements and the related notes, from page 1 to page 11, have been authorized for issuance by the company's management on the date of February 27th, 2025.

**Director General,
Eng. Dorin Tudora**

**Economic Director,
Econ. Sanda Toader**

**STATEMENT OF THE CASH-FLOW FOR THE FINANCIAL YEAR ENDED ON DECEMBER
31st, 2024 - PRELIMINARY DATA
(DIRECT METHOD)**

- RON-			
	Name of the Item	12 months, 2024 (unaudited)	12 months, 2023 (audited)
	Cash flows from operating activities:		
+	Proceeds from services supply	582,922,244	520,121,301
+	Proceeds from interests related to banking placements	6,330,776	6,575,548
+	Other proceeds	8,277,472	4,251,235
-	Payments to the suppliers of goods and services	153,460,415	140,225,977
-	Payments to and on behalf of the employees	206,738,812	192,207,154
-	VAT payments	64,996,587	54,308,422
-	Payments with corporate tax and specific tax	12,216,120	10,776,280
-	Other payments regarding the operating activities	54,102,021	46,814,796
A	Net cash from operating activity	106,016,537	86,615,455
	Cash flows from investment activities:		
+	Proceeds from sale of tangible assets	11,087	620,592
+	Proceeds from modernization quota	67,444,545	58,084,160
-	Payments for purchase of tangible/intangible assets	85,402,577	104,205,104
B	Net cash from investment activity	(17,946,945)	(45,500,352)
	Cash-flows from financing activities		
-	Paid dividends	56,893,975	57,664,500
-	Payments on the leasing debt account	2,497,018	3,195,528
-	Interest payments	243,943	185,354
C	Net cash from financing activities	(59,634,936)	(61,045,382)
	Net increase of the cash and cash equivalents=A+B+C=D2-D1	28,434,656	(19,930,279)
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	136,176,829	107,742,173

These financial statements and the related notes, from page 1 to page 11, have been authorized for issuance by the company's management on the date of February 27th, 2025.

**Director General,
Eng. Dorin Tudora**

**Economic Director,
Econ. Sanda Toader**

The company CONPET S.A.

Explanatory Notes to the financial standing on December 31st, 2024 - preliminary data

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

CONPET S.A. is the concessionaire of the operating activity of the National Transport System of crude oil, rich gas, condensate and ethane quality acquired in 2002, by conclusion with the National Agency for Mineral Resources (NAMR), the competent authority representing the State interests in the oil resources domain, of the Oil Concession Agreement, approved by GD no. 793/25.07.2002.

The company's shares are being traded on the Bucharest Stock Exchange (BVB) market, under “COTE” issuing symbol, having as unique identifier at global level for entities (Legal Entity Identifier - LEI). **254900P00DXXOYGGAQ77**.

Currently, CONPET S.A. is included in 6 indices of the total of 10 of the Bucharest Stock Exchange, namely **BET-NG, BET-XT, BET-XT-TR, BET-BK, BET – XT - TRN and BET Plus**.

Concurrently, CONPET(COTE) is included in the indices MSCI Frontier IMI and MSCI Romania IMI (Investable Market Indices).

On December 31, 2024, CONPET SA has a market capitalization of 652.7 mRON (131 mEURO), ranking 34 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 at 31.12.2024, 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 2,083,424 shares with voting rights representing 24.06% of the share capital, and
- c) natural persons, with 1,490,732 shares with voting rights representing 17.22% of the share capital.

Company's Mission

The company CONPET S.A.

Explanatory Notes to the financial standing on December 31st, 2024 - preliminary data

CONPET's mission is the operation of the crude oil National Transport System in safe and effective conditions, free access to the system's available capacity to all the applicants, legal authorized persons, under equal conditions, in a transparent and non-discriminatory manner.

Other Information on the Company's Business

As per the Articles of Incorporation, the company's core business is the transport of crude oil, rich gas, ethane and condensate via pipelines aiming at supplying the refineries with crude oil and derivatives out of domestic production, as well as with imported crude oil (NACE code 4950- "transports via pipelines").

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 Concessionaire of the crude oil National Transport System entitles as common carrier and the obligation to provide, as per the legal provisions, free access to the system's available capacity to all the inquirers, authorized legal persons, under equal conditions, on a non-discriminatory and transparent basis.

The National Transport System of crude oil is part of the Romanian State public domain, and is administered by the National Regulatory Authority in the Mining, Petroleum and Geological Storage of Carbon Dioxide (Ro. A.N.R.M.P.S.G.), (as per the provisions of the Oil Law). It comprises a pipeline system of approx. 3,800 km and a transport throughput 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 Regulatory Authority in the Mining, Petroleum and Geological Storage of Carbon Dioxide represents the state's interests in the oil resources and is the competent authority authorized to apply the dispositions of Law no.238/2004. As per the Petroleum Law, the National Regulatory Authority in the Mining, Petroleum and Geological Storage of Carbon Dioxide has the capacity of concession provider of the goods in public domain, concessioned to the operators in the oil industry.

The main responsibilities of the National Regulatory Authority in the Mining, Petroleum and Geological Storage of Carbon Dioxide are the following:

- negotiates and concludes oil agreements on State's behalf;
- grants mining concession licenses and exploitation;
- issues regulatory acts, norms, instructions, orders and regulations;
- controls the compliance, by the holders of the concession agreements with the concession licenses and exploitation permits conditions;

The company CONPET S.A.

Explanatory Notes to the financial standing on December 31st, 2024 - preliminary data

- 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 service on the import subsystem are being settled tariffs per refineries and per transported quantity installments, being applied the bracket tariff model.

The transport tariffs are established in accordance with the NAMR Order no.53/2008 for the approval of the Instructions on criteria, the methodology and procedure for establishing regulated tariffs for transport via the National Transport System and are approved by the A.N.R.M.P.S.G., as competent authority.

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

- the operating cost, including: 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 etc;
- modernization and development quota;
- reasonable profit margin.

2. Preparation Grounds

(a) Declaration of Conformity

These preliminary 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"). (OMPF 2844/2016").

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 at December 31st, 2023. Nevertheless, certain selected explanatory notes have been included in order to explain the events and transactions significant for the understanding of the

The company CONPET S.A.

Explanatory Notes to the financial standing on December 31st, 2024 - preliminary data

changes occurred in the financial standing and company performance since the last annual financial statements at the date and for the financial year ended December 31st, 2023.

The preliminary financial statements are not being audited and have not been revised by an independent auditor.

These preliminary financial statements have been authorized for issue by the company management on February 27th, 2025.

(b) Accounting Estimates and Professional Reasoning

The preparation of the financial statements implies the use, by the Company management, of 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 with those applied to the financial statements related to 2023.

3. Accounting Policies

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

4. Intangible assets

Fixed assets have decreased by 1.1% on the end of December 2024 compared to December 31th, 2023 (671.2 million RON to 678.9 million RON), mainly due to achieving an investment volume lower than the registered amortization.

Within fixed assets it is recognized the oil operating product amounted to 39.5 mil. RON. The oil product is determined at the cost of re-evaluation performed according to the GD no.26 from January 22nd, 1992, restated by applying IAS 29, "Financial reporting in hyperinflationary economies".

5. Current assets

Trade receivables and other receivables

On December 31st, 2024 and December 31st, 2023 the trade receivables and other receivables are the following:

- RON-	
December 31 st , 2024	December 31 st , 2023

The company CONPET S.A.

Explanatory Notes to the financial standing on December 31st, 2024 - preliminary data

Trade receivables	34,447,932	48,391,825
Other receivables	5,047,899	4,589,507
Total receivables	39,495,831	52,981,332

Over 67% of the total receivables on short-term in balance on December 31st, 2024 represents the exchange value of the services to be collected from the main client of the company, OMV Petrom SA in amount of 27 mRON.

Cash and cash equivalents

Cash and cash equivalents on December 31st, 2024 are up 26.4% (28.5 million RON) compared to December 31st, 2023.

6. Equities

The equities have maintained to a relatively constant value on December 31st, 2024, as compared to December 31st, 2023 (730.8 mRON as compared to 730.3 mRON).

Share capital

During the reporting period, the share capital of the company has not changed, remaining at the value of 28,569,842 RON, 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.

Other reserves

On 31st of December, 2024 the value of other reserves has increased by 2%, compared to 31st of December 2023 (558.4 million lei versus 547.6 million RON), mainly following the increase of the reserve representing the modernization quota.

The reserve related to the modernization quota is in amount of 504.5 mRON and holds the highest share in the total of other reserves (90.3%).

Retained earnings

On 31st of December, 2024, the major share in the retained earnings is the result of the first-time adoption of IAS 29, related to the fixed assets representing an operating petroleum product recognized in tangible assets: 39.3 mRON.

Profit of the period

The profit of the period recorded a decrease of 19.8% compared to December 31st, 2023 (49.4 mRON compared to 61.6 mRON).

7. Liabilities***Long-term liabilities***

Long-term liabilities registered a value of 10.9% higher at the end of December 2024, compared to

The company CONPET S.A.

Explanatory Notes to the financial standing on December 31st, 2024 - preliminary data

December 31st, 2023 (32.7 million RON versus 29.5 million RON), mainly due to the increase in long-term provisions, updated on the basis of the Actuarial Report on the assessment of the pension and death benefit obligations provided for in the Collective Labor Agreement for Conpet S.A employees, drawn up on 31.12.2024 by the company Proficarie S.R.L. .

Short-term liabilities

Short-term liabilities registered a value of 3.5% higher at the end of December 2024, compared to December 31st, 2023 (90.1 million RON versus 87.1 million RON), mainly due to the short-term provisions.

8. Revenues

The company revenues are achieved, mainly, from transport services via the National Transport System of crude oil and by rail.

Operating Revenues

The operating revenues register a value higher by 12.1% in 2024, as compared to 2023 (606.3 mRON compared to 540.9 mRON).

9. Expenses

The operating expenses hold a share of 98.8% in total expenses and have registered a value higher by 17.3% than in 2024, compared to 2023 (556.8 mRON compared to 474.6 mRON), over the level of the revenues increase index.

10. Ulterior events and other mentions

Starting with the date of 19.02.2025, by the Order of the President of the National Regulatory Authority in the Mining, Petroleum and Geological Storage of Carbon Dioxide no. 99/14.02.2025 regarding the amendment of the transport tariffs, published in the Official Gazette of Romania, Part I, no. 146 of 19.02.2025, the new transport tariffs through the National Transport System for crude oil, rich gas, condensate and ethane were approved.

These financial statements and the related notes, from page 1 to page 11, have been authorized for issue by the company's management on February 27th, 2025.

**Director General,
Eng. Dorin Tudora**

**Economic Director,
Econ. Sanda Toader**