

To the Board of Directors of S.N.G.N. ROMGAZ S.A.

REPORT

on contracts for sector procurement of goods and works of a value higher than EUR 500,000/procurement and services higher than EUR 100,000/procurement, respectively, concluded during October 1, 2020 – December 31, 2020

In accordance with the provisions of Article 22, letter a) of Board of Directors Resolution no 22/October 30, 2014, we hereby describe the *Report on contracts related to sector procurement of goods and works of a value higher than EUR 500,000/procurement and services higher than EUR 100,000/procurement, respectively, concluded by SNGN Romgaz SA in Q4 2020.*

The sector procurement activity was been carried out in accordance with the provisions of Law no. 99/2016 on sector procurement and of Government Decision no 394/2016 approving the Enforcement Guidelines for awarding sector contract/framework agreement of Law no 99/2016, with subsequent amendments and supplements.

The procurements complied with S.N.G.N. ROMGAZ S.A. Annual Program of Sector Procurements for 2020 (procurements of goods, works and services), approved by Romgaz management. Procurements of our company were financed from own financing sources.

In Q4 2020, S.N.G.N. ROMGAZ S.A. awarded sector procurement contracts for goods and works with values higher than EUR 500,000 /procurement and sector procurement contracts for services with values higher than EUR 100,000/procurement, respectively. These are summarized below:

Type of procurement	Number of contracts	Total value
Goods	3	RON 13,640,235.00 and USD 1,298,119.99
Works	3 + 1 Addendum	RON 75,042,226.22
Services	7	RON 5,608,056.74 and USD 3,395,641.60

Please find below the detailed situation of sector procurement contracts for goods, works with values higher than EUR 500,000/procurement and sector procurement contracts for services with values higher than EUR 100,000/procurement, related to Q 4 2020, respectively:

a. Sector procurement contracts for goods with values higher than EUR 500,000/procurement

- **Contract No. 29674/December 9, 2020** concluded with S.C. TOTALGAZ INDUSTRIE S.R.L. Iași, for *Equipment for gas discharge and measurement with three-phase separation*, amounting RON 6,397,900.00, VAT not included, for a period of 12 months after signing the contract by both parties. Open tender procedure was applied, the procurement had an estimated value of RON 6,400,000, sourced from investment funds, Sector Procurement Plan for 2020 - Goods Section - position 642.2, for which Tender Notice CAN 1046988/December 17, 2020 was published. The Tender Office (S.I.R.C.O.S.S.) organized the procurement procedure.
- **Contract No. 29952/December 30, 2020** concluded with SCHLUMBERGER ROMÂNIA S.R.L. București, for *Additional licences and maintenance services for softwares used in Schlumberger's Exploration-Production-Software activities*, amounting USD 1,298,119.99, VAT not included, for a 36 months period after signing the contract by both parties. Negotiation without prior call for competition was applied, the procurement had an estimated value of RON 6,645,254.00 (USD 1,510,285.00), sourced from investment funds and production funds, Sector Procurement Plan for 2020 - Goods Section - position 162.10, 162.2, 162.9 and Goods Section - positions 805.3 and 805.4, for which Tender Notice CAN 1048776/January 12, 2021. The Tender Office (at the company's headquarters) organized the procurement procedure.
- **Contract No. 29932/December 29, 2020** concluded with S.C. Sutech S.R.L. located in Medias, County of Sibiu, for *Spare parts for gas compressors – Batch 1 – Spare parts for motocompressors - (driving motor) WAUKESHA 12 V - ATGL - SC Delenii*, amounting RON 7,242,335.00, VAT not included, for a period of 12 months after signing the contract by both parties. Open tender procedure was applied, the procurement had an estimated value of RON 9,547,960/Batch 1, sourced from investment funds, Sector Procurement Plan for 2020 - Goods Section - position 573.4, for which the Tender Notice was not published because the procurement is part of an organised procedure for 9 batches and it will be published on completion of the award of all batches. The Tender Office (at the company's headquarters) organized the procurement procedure.

b. Sector procurement contracts for works with values higher than EUR 500,000/procurement

- **Contract No. 28902/October 9, 2020** concluded with S.C. Dafora S.A., located in Medias, County of Sibiu, for *Preliminary preparatory works for drilling and production tests at exploration well 78 Rosetti*, amounting RON 53,685,034.27, VAT not included, for a period of 475 days. Procurement made in compliance with in-house procurement procedure because it is an exception from Law 99/2016, Article 40. The procurement has an estimated value of RON 53,959,062.00, sourced from investment funds, Sector Procurement Plan for 2020 Works Section – position 34.16, for which the Tender Notice No. 32892/October 19, 2020 was published. The Tender Office (at the company's headquarters) organized the procurement procedure.

- **Contract No. 29816/December 22, 2020** concluded with Asocierea M.I.S.A. - Meccaniche Idroelettriche Service Arzignano S.R.L. – association leading party & S.C. AEG Tehnology S.R.L. - partner, Arzignano (Vicenza), Italy, for *Design, delivery and installation works for a two cold water pumps and two hot water pumps*, amounting RON 12,613,630.00, VAT not included, for a period of 6 years and 6 months (78 months) after signing the contract by both parties. Open tender procedure was applied, the procurement has an estimated value of RON 17,760,787.00, sourced from investment funds, Sector Procurement Plan for 2020 – Works Section - position 48.1, for which Tender Notice CAN 1047425/December 22, 2020 was published. The Tender Office - Iernut Branch organized the procurement procedure.
 - **Contract No. 29269/November 9, 2020** concluded with S.C. Foraj Sonde S.A., located in Videle, County of Teleorman, for *Preliminary preparatory works for drilling and production tests at exploration well 16 Mironu*, amounting RON 5,967,061.95, VAT not included, for a period of 338 days Procurement made in compliance with in-house procurement procedure because it is an exception from Law 99/2016, Article 40. The procurement has a value estimated of RON 8,892,839, sourced from investment funds, Sector Procurement Plan for 2020 – Works Section - position L 34.19, for which the Tender Notice No. 37467/November 26, 2020 was published. The Tender Office (at the company's headquarters) organized the procurement procedure.
 - **Addendum No. 1 to Works Contract No. 28463/August 24, 2020** concluded with S.C. Foraj Sonde S.A., located in Craiova, County of Dolj, for *Additional works generated by deepening of well 5 Greci*, amounting RON 2,776,500, VAT not included, for a period of 22.76 days. The total amount of Contract No. 28463/August 24, 2020, becomes RON 12,243,332.27, VAT not included. The Tender Office (at the company's headquarters) organized the procurement procedure.
- c. Sector procurement contracts for services with values higher than EUR 100, 000/procurement**
- **Subsequent Contract No. 28792/October 1, 2020 to Framework Agreement No. 23547/April 9, 2019 (year II)**, concluded with S.C. Alconex Metrology&Services S.R.L. București, for *Maintenance services for gas measuring instruments - diagnosis, maintenance and verification of electronic flowmeters subject to legal metrological control located at the commercial points of gas delivery into NTS*, amounting RON 665,327.16, VAT not included, for a period of 12 months. The Tender Office (at the company's headquarters) organized the procurement procedure.
 - **Contract No. 28885/October 8, 2020** concluded with Horvath& Partners Management Consulting S.R.L. București, for *Services for drafting an opportunity study to develop Romgaz business in the field of power generation from renewable sources (wind, sun, geothermal energy and biogas) in Romania*, amounting RON 594,582, VAT not included, for a period of 4 months. Open Tender procedure was applied, the procurement has an estimated value of RON 1,100,000.00, sourced from production funds, Sector Procurement Plan for 2020 - Services Section - position 182.3, for which the Tender Notice CAN

1042441/October 10, 2020 was published. The Tender Office (at the company's headquarters) organized the procurement procedure.

- **Contract No. 29142/October 30, 2020** concluded with S.C. Ippon-Med S.R.L., Mediaș, Sibiu county, for *Security services for the objectives, goods, values and protection of persons located in the Transylvania area*, amounting RON 856,229.76, VAT excluded, for a period of 124 days. Negotiation procedure without a prior call for competition was applied, the procurement had an estimated value of RON 888, 310.72, sourced from production funds, Sector Procurement Plan for 2020 - Services Section - position 200.1, for which Tender Notice CAN 1044253/November 05, 2020 was published. Well Workover, Recompletions and Special Well Operations Branch Medias organized the procurement procedure.
- **Subsequent Contract No. 29334/ November 13, 2020 to Framework Agreement No. 29333/November 13, 2020**, concluded with S.C. Euro-Car Trading S.R.L., located in Odorheiu Secuiesc, County of Harghita, for *Automobiles repair and maintenance Services, Batch 2, Toyota brand vehicles*, amounting RON 1,577,901.02, VAT not included, for a period of 12 months. Open tender procedure was applied, the procurement had an estimated value of RON 3,132,000.00, sourced from production funds, Sector Procurement Plan for 2020 - Services Section - position 3.2, for which Tender Notice CAN 1045199/November 19, 2020 was published. The Tender Office (at the company's headquarters) organized the procurement procedure.
- **Contract No. 170/November 26, 2020** concluded with BSG Security S.R.L., located in Târgu-Mureș, County of Mureș, for *Security Services Batch 1 - Mureș area*, amounting RON 901,548.00, VAT not included, for a period of 6 months. Negotiation procedure without a prior call for competition was applied, the procurement had an estimated value of RON 995,400.00, sourced from production funds, Sector Procurement Plan for 2020 - Services Section - position 200.1, for which Tender Notice CAN 1046941/December 17, 2020 was published. The Tender Office, Targu Mures Branch organized the procurement.
- **Contract No. 173/ November 26, 2020** concluded with Cerber Protecție și Pază S.R.L., located in Ploiești, County of Prahova, for *Security Services, Batch 4 - Muntenia area*, amounting RON 1,012,468.80, VAT excluded, for a period of 6 months. Negotiation procedure without prior call for competition was applied, the procurement had an estimated value of RON 1,138,800.00, sourced from production funds, Sector Procurement Plan for 2020 - Services Section - position 200.1, for which Tender Notice CAN 1046999/December 17, 2020 was published. The Tender Office, Targu Mures Branch organized the procurement.
- **Contract No. 29953/December 30, 2020** concluded with SCHLUMBERGER ROMÂNIA S.R.L. București, for *On site maintenance/support and technical assistance Services for softwares used in the Schlumberger's exploration-production-software activities*, amounting USD 3,395,641.60, VAT not included, for a period of 36 months after signing the contract by both parties. Negotiation procedure without prior call for competition was applied, the procurement had an estimated value of RON 16,766,376.00 (USD 3,810,540.00), sourced from production funds, Sector Procurement Plan for 2020 -

Services Section - position 152.1, 158.1, 162.1, 162.8, for which Tender Notice CAN 1048783/January 12, 2021 was published. The Tender Office (at the company's headquarters) organized the procurement procedure.

Please find attached the *Report on sector related contracts for the procurement of works and goods above EUR 500,000, and for services above EUR 100,000 related to Q4 2020*, drafted in accordance with Government Decision 583/August 10, 2016 regarding the approval of the 2016-2020 National Anticorruption Strategy, the performance indicators, the risks associated with objectives and measures of the strategy and of verification sources, of inventory of measures for institutional transparency and corruption prevention, of evaluation indicators and of publication standards for information of public interest.

We indicate that S.N.G.N. Romgaz S.A. publishes on its website the above-mentioned Statement on a quarterly basis.

REPORT on contracts for sector procurement of goods and works of a value higher than EUR 500,000/procurement and services higher than EUR 100,000/procurement, respectively, concluded during Q4 2020

Item No.	Name of Contractor	Purpose of Contract	Procurement Procedure	Contract/ Addendum/ Subsequent Contract No./Date	PAS position	Tender Notice No.	Estimated Value (RON)	Initial Contract Value (RON)	Contract Value by Addenda, if any (RON)	Contract Effective Date	Initial term of Contract	Final Term of Contract	Source of Financing
Contracts for procurement of goods (above > Eur 500,000)													
1	S.C. Total Gaz Industrie S.R.L. located in Iasi, County of Iasi	Equipment for gas discharge and measurement with three-phase separation	Open Tender Procedure	29674/ 09.12.2020	PAS 2020 Goods Section - position 642.2	CAN 1046988/ 17.12.2020	6,400,000.00	6,397,900.00	6,397,900.00	09.12.2020	12 months	12 months	Investments
2	Schlumberger România S.R.L. București	Additional licences and maintenance services for softwares used in Schlumberger's Exploration-Production-Software activities	Negotiation without prior call for competition	29952/ 30.12.2020	PAS 2020 Goods Section - position 805.3, 805.4 Goods Section - position 162.10, 162.2, 162.9	CAN 1048776/ 12.01.2021	RON 6,645,254.00, namely USD 1,510,285.00	USD 1,298,119.99	USD 1,298,119.99	30.12.2020	36 months	36 months	Investments and Production
3	S.C. Sutech S.R.L. loc. Medias, jud. Sibiu	Spare parts for gas compressors – Batch 1 – Spare parts for motocompressors - (driving motor) WAUKESHA 12 V - ATGL - SC Delenii	Open Tender Procedure	29932/ 29.12.2020	PAS 2020 Goods Section - position 573.4	-	RON 9,547,960.00/ Batch 1	7,242,335.00	7,242,335.00	29.12.2020	12 months	12 months	Production

Contracts for procurement of works (above > EUR 500,000)

1	S.C. Dafora S.A. located in Medias, County of Sibiu	Preliminary preparatory works for drilling and production tests at exploration well 78 Rosetti	In-house procurement procedure - an exception from Law 99/2016	28902/ 09.10.2020	PAS 2020 Works Section - position 34.16	32892/ 19.10.2020	53,959,062.00	53,685,034.27	53,685,034.27	09.10.2020	475 days	475 days	Investments
2	Asocierea M.I.S.A. - Meccaniche Idroelettriche Service Arzignano S.R.L. - association leading party & S.C. AEG Tehnology S.R.L. - partner located in Arzignano (Vicenza), Italy	Design, delivery and installation works for a two cold water pumps and two hot water pumps	Open Tender Procedure	29816/ 22.12.2020	PAS 2020 Works Section - position 48.1	CAN 1047425/ 22.12.2020	17,760,787.00	12,613,630.00	12,613,630.00	22.12.2020	78 months	78 months	Investments
3	S.C. Foraj Sonde S.A. located in Videle, County of Teleorman	Preliminary preparatory works for drilling and production tests at exploration well 16 Mironu,	In-house procurement procedure - an exception from Law 99/2016	29269/ 09.11.2020	PAS 2020 Works Section - position 34.19	37467/ 26.11.2020	8,892,839.00	5,967,061.95	5,967,061.95	09.11.2020	338 days	338 days	Investments
		Additional works generated by deepening of well 5 Greci	In-house procurement procedure - an exception from Law 99/2016	28463/ 24.08.2020	PAS 2019 Works Section - position 30.3	26549/ 24.08.2020	9,986,110.00	9,466,832.27	12,243,332.27	24.08.2020	359 days	359 days	Investments

4	S.C. Foraj Sonde S.A. located in Craiova, County of Dolj	Additional works generated by deepening of well 5 Greci - Addendum No. 1 from December 16, 2020 to Contract No. 28463/24.08.2020	-	1/28463/16.12.2020	PAS 2020 Works Section - position 34	-	2,776,522.00	2,776,500.00	-	-	22.76 days	22.76 days	Investments
Contracts procurement of services (above > EUR 100,000)													
1	S.C. Alconex Metrology & Services S.R.L. București	Maintenance services for gas measuring instruments - diagnosis, maintenance and verification of electronic flowmeters subject to legal metrological control located at the commercial points of gas delivery into NTS - Subsequent Contract, Year II, to Framework Agreement No.	-	28792/01.10.2020	-	-	-	665,327.16	665,327.16	01.10.2020	12 months	12 months	-

2	Horvath& Partners Management Consulting S.R.L. Bucuresti	Drafting an opportunity study to develop Romgaz business in the field of power generation from renewable sources (wind, sun, geothermal energy and biogas) in Romania	Open Tender Procedure	28885/ 08.10.2020	PAS 2020- Services Section - position 182.3	CAN 1042441/ 08.10.2020	1,100,000.00	594,582.00	594,582.00	594,582.00	06.10.2020	4 months	4 months	Production
3	S.C. Ippon-Med S.R.L. loc. Medias, jud. Sibiu	Security services for the objectives, goods, values and protection of persons located in the Transylvania area	Negotiation procedure without a prior call for competition	29142/ 30.10.2020	PAS 2020- Services Section - position 200.1	CAN 1044253/ 05.11.2020	888,310.72	856,229.76	856,229.76	856,229.76	30.10.2020	124 days	124 days	Production
4	S.C. Euro-Car Trading S.R.L., located in Odorheiu Secuiesc, County of Harghita	Automobiles repair and maintenance Services, Batch 2, Toyota brand vehicles - Subsequent Contract, Year I, to Framework Contract No. 29333/13.11.2020	Open Tender Procedure	29334/ 13.11.2020	PAS 2020 - Services Section - position 3.2	CAN 1045199/ 19.11.2020	3,132,000.00	1,577,901.02	1,577,901.02	1,577,901.02	13.11.2020	12 months	12 months	Production

5	BSG Security S.R.L., located in Targu-Mures, County of Mures	Security Services Batch 1 - Mures area	Negotiation procedure without a prior call for competition	170/ 26.11.2020	PAS 2020 - Services Section - position 200.1	CAN 1046941/ 17.12.2020	995,400.00	901,548.00	901,548.00	01.12.2020	6 months	6 months	Production
6	Cerber Protecție și Pază S.R.L., located in Ploiesti, County of Prahova	Security Services - Batch 4 - Muntenia Area	Negotiation procedure without a prior call for competition	173/ 26.11.2020	PAS 2020- Sectiunea Servicii poz. 200.1	CAN 1046999/ 17.12.2020	1,138,800.00	1,012,468.80	1,012,468.80	01.12.2020	6 months	6 months	Production
7	Schlumberger România S.R.L. București	On site maintenance/support and technical assistance Services for softwares used in the Schlumberger's exploration-production- software activities	Negotiation procedure without a prior call for competition	29953/ 30.12.2020	PAS 2020 Services Section - position 152.1, 158.1, 162.1, 162.8	CAN 1048783/ 12.01.2021	RON 16,766,376.00, namely USD 3,810,540.00	USD 3,395,641.60	USD 3,395,641.60	30.12.2020	36 months	36 months	Production