Buenos Aires, August 9th, 2013

Results for the six-month period ended on June 30th, 2013

Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A. ("Transener" or the "Company") announces the results for the six-month period ended on June 30th, 2013

Stock Information

Bolsa de Comercio de Buenos Aires
Ticker: TRAN

For further information, contact:

Marcelo Rodríguez Ponti
Chief Financial Officer

Andrés G. Colombo
Accounting and Tax Manager
(Andres.Colombo@trasnsener.com.ar)

Marcelo A. Fell
Financial Manager
(Marcelo.Fell@transener.com.ar)

Laura V. Varela
Investor Relations Coordination
(Laura.Varela@transener.com.ar)

Tel: (5411) 5167-9301
Fax: (5411) 4342-7147
www.transener.com.ar
www.transba.com.ar

Transener, Argentina's leading electricity transmission company, announces results for the six-month period ended on June 30th, 2013.

Consolidated net sales of AR$ 323,3 million, 30,7% higher than the AR$ 247,3 million for the same period of 2012, mainly due to an increase of 39,9% (AR$ 67,2 million) in the electricity transmission revenue.

Consolidated adjusted EBITDA[1] of AR$ 79,3 million, 72,9% higher than the AR$ 45,9 million for the same period of 2012, mainly due to an increase of 252,0% (AR$ 46,2 million) in the interest from the Instrumental Agreement, partially offset by a lower profit of 19,1% (AR$ 8,4 million) in the interest from the Fourth Line.

Consolidated net loss of AR$ 44,5 million, compared to a consolidated net loss of AR$ 32,5 million for the same period of 2012, mainly due to an increase in the operating loss and a decrease in the finance profit, partially offset by a higher profit in the income tax.

Main results for the Second Quarter of 2013 [2]:

Consolidated net sales of AR$ 191,7 million, 53,4% higher than AR$ 125,0 million for the same period of 2012, mainly due to increases of 63,1% (AR$ 54,9 million) in the electricity transmission revenue and 35,1% (AR$ 12,2 million) in other net revenues.

Consolidated adjusted EBITDA[1] of AR$ 68,6 million,152,6% higher than the AR$ 27,1 million for the same period of 2012, mainly due to a decrease of 28,3% (AR$ 7,0 million) in the operating loss and an increase of 268,4% (AR$ 34,1 million) in the interest from the Instrumental Agreement.

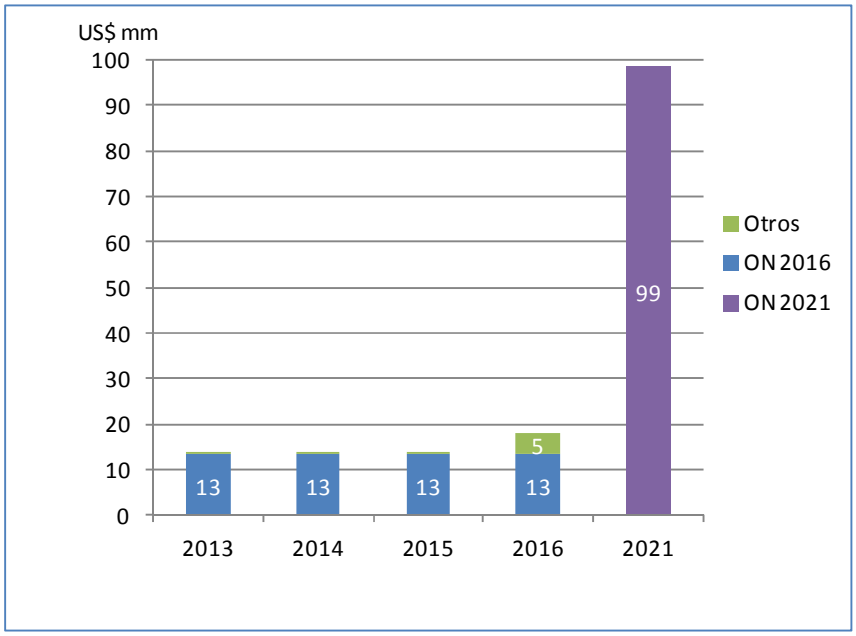
Consolidated net loss of AR$ 8,8 million, compared to a consolidated net loss of AR$ 15,9 million for the same period of 2012, mainly due to a decrease in the operating loss and an increase in the finance profit, partially offset by a lower profit in income tax.

[1] Consolidated adjusted EBITDA represents consolidated operating results before depreciation plus interest from the Fourth Line and interest from the Instrumental Agreement.
[2] The financial information presented in this document for the quarters ended on June 30th, 2013 and of 2012 are based on unaudited financial statements prepared according to the IFRS accounting standards in force in Argentina, corresponding to the three-month and six-month periods ended on June 30th, 2013 and 2012.

1. Financial Situation

As of June 30th, 2013, consolidated outstanding principal debt of the Company amounts to US$ 156,5 million.

The following table shows the schedule of maturities of capital of the financial debt in dollars:



Regarding the Transener's qualifications, S&P maintained the local qualification in "raB" negative and the global qualification for foreign and local currency in "CCC" negative.

2. Tariff Situation

On May 13th, 2013 and on May 20th, 2013, Transener and Transba, respectively, entered into a Renewal Agreement of the Instrumental Agreement with the Secretariat of Energy and the ENRE (the Renewal Agreement), in force until December 31st, 2015, in which the following was stated:

i) the recognition of a credit for Transener and Transba for the variations of costs for the period December 2010 - December 2012, which have been calculated according to the costs variation index (CVI) foreseen in the Definitive Agreement,

ii) a mechanism of cancellation of the pending balances of the Addenda II, together with the amounts mentioned hereinbefore, during 2013,

iii) a procedure for the automatic updating and payment of the cost variations arising from the sequence of the semesters which have already elapsed from January 1st, 2013, up to December 31st, 2015.

In that sense, the payment of the credits which will be generated, and the corresponding interests accrued up to its effective cancellation, will be included in new Addendas to be entered into with CAMMESA, which are now within a negotiation process.

A Cash Flow and an Investments Plan were established under the Renewal Agreement, which the Companies will execute in 2013 and 2014, taking into account the reception of the disbursements according to the Addendas to be entered into. The Cash Flow and Investments Plan in all cases will be adjusted to the income which the Company will receive in each period.

The Investments Plan settled within the Renewal Agreement provides investments under the before mentioned conditions, for the years 2013 and 2014, for an approximately amount of AR$ 286 and AR$ 207 million, respectively for Transener; and of AR$ 113 and AR$ 100 million for Transba, respectively.

The Company has recognized revenues and interest income for the amount of AR$ 82,5 and AR$ 64,6 million respectively, for the six-month period ended on June 30th, 2013.

3. Consolidated Adjusted EBITDA Calculation

Consolidated adjusted EBITDA has been calculated as follows:

	Six-month period ended on June 30th,		Three-month period ended on June 30th,	
AR$mm	2013	2012	2013	2012
Consolidated operating loss	(63,0)	(55,4)	(17,6)	(24,6)
Depreciations	42,0	38,7	21,5	19,5
Consolidated EBITDA	(21,0)	(16,7)	3,8	(5,1)
Adjustments				
Instrumental Agreement interest	64,6	18,3	46,9	12,7
Fourth Line interest	35,8	44,2	17,9	19,6
Consolidated adjusted EBITDA	79,3	45,9	68,6	27,1

4. Operating information

- **500 kV Transmission Federal Plan**

  Here follows the works in progress, the estimated construction costs, Transener's estimated revenues for the supervision of the construction and the status of the works:

Works	Estimated Construction Costs	Etimated Supervision Revenues	Status
	AR$mm		%
Interconection Rosario – Río Coronda	373	11,2	44%

- **Expansion Works**

  Here follows the most significant works in progress, the estimated construction costs, Transener's estimated revenues for the supervision of the construction and the status of the works:

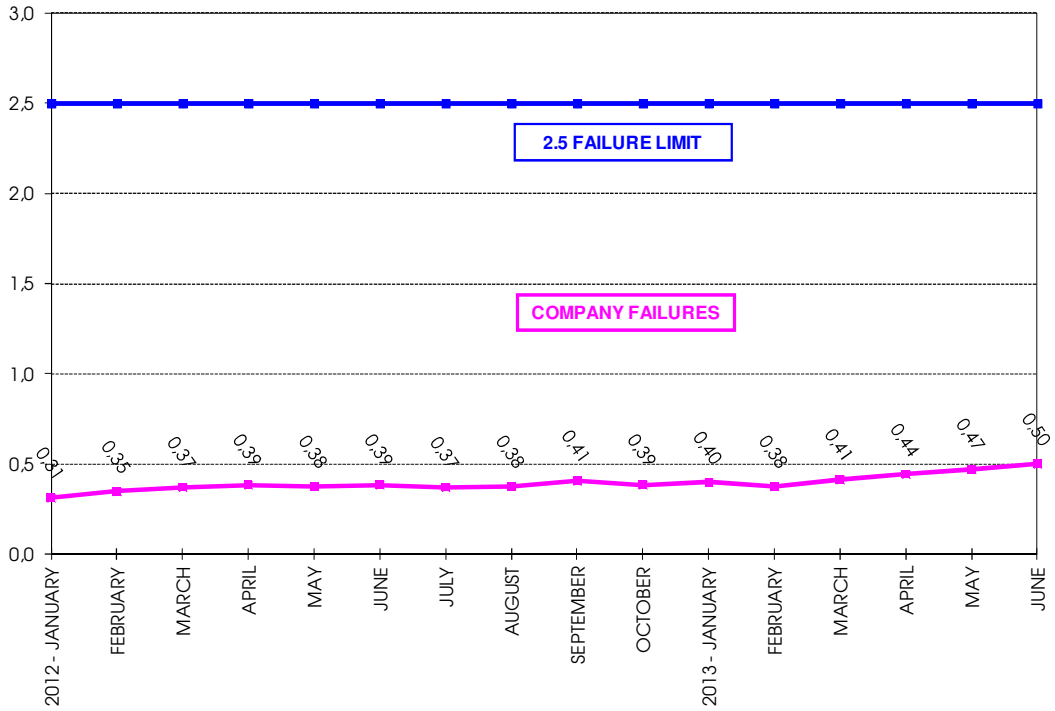
Works	Estimated Construction Costs	Estimated Supervision Revenues	Status
	AR$mm		%
Cortaderal 500kV Substation (New substation)	186	5,6	100%
Expansion Planicie Banderita Substation	22	1,3	58%
Expansion of the Alicurá Substation	7	0,4	35%
Interconection Santiago del Estero 500kV Substation	643	19,3	4%

- **Rate of failures**

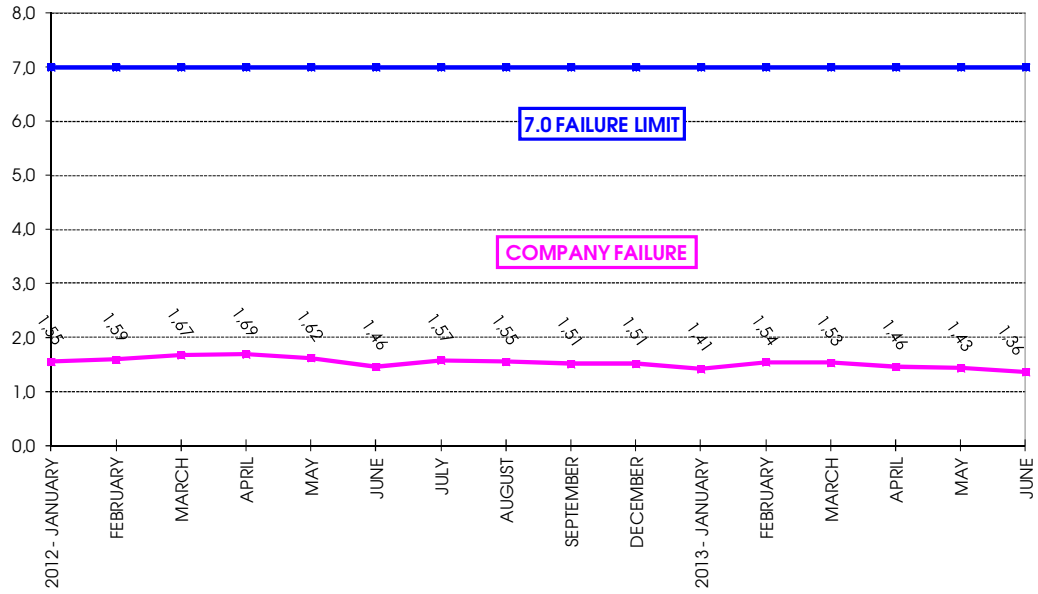
The rate of failures respresents the quality of the services provided. The following charts show the quality of the service provided by Transener and Transba as from year 2012.

Transener and Transba Concession Agreements state a maximum rate of failures of 2,5 and 7,0 outages per 100km over a 12-month period, respectively.

Transener



Transba



5. Significant Financial Information

5.1 Consolidated Statements of Operations (AR$mm)

	Six-month period ended on June 30th,		Three-month period ended on June 30th,	
	2013	**2012**	**2013**	**2012**
Continued operations				
Net Sales	323,3	247,3	191,7	125,0
Operating costs	(314,8)	(247,5)	(170,2)	(120,9)
Gross loss	8,5	(0,1)	21,5	4,2
Administrative expenses	(73,5)	(56,9)	(38,5)	(28,1)
Other gains - net	2,0	1,7	(0,6)	(0,6)
Operating loss	(63,0)	(55,4)	(17,6)	(24,6)
Finance income	114,2	73,7	71,0	37,5
Finance costs	(58,6)	(51,7)	(30,1)	(26,8)
Other finance results	(53,6)	(14,6)	(30,7)	(9,0)
Loss before taxes	(61,0)	(48,0)	(7,4)	(22,9)
Income tax	21,4	16,8	2,9	8,0
Loss for the period from continuing operations	(39,7)	(31,2)	(4,5)	(14,9)
Discontinued operations				
Loss for the period	(4,9)	(2,8)	(2,7)	(1,6)
Income tax	1,7	1,0	1,0	0,6
Loss for the period from discontinued operations	(3,2)	(1,8)	(1,8)	(1,1)
Loss for the period	(42,9)	(33,0)	(6,3)	(16,0)
Loss attributable to :				
Owners of the parent	(44,5)	(32,5)	(8,8)	(15,9)
Non-controlling interests	1,6	(0,6)	2,5	(0,1)
Total for the period	(42,9)	(33,0)	(6,3)	(16,0)
Other consolidated comprehensive results				
Loss for the period	(42,9)	(33,0)	(6,3)	(16,0)
Other comprehensive results	0,0	0,0	0,0	0,0
Total comprehensive loss for the period	(42,9)	(33,0)	(6,3)	(16,0)
Total comprehensive loss attributable to :				
Owners of the parent	(44,5)	(32,5)	(8,8)	(15,9)
Non-controlling interests	1,6	(0,6)	2,5	(0,1)
Total for the period	(42,9)	(33,0)	(6,3)	(16,0)

5.2 Consolidated Balance Sheets (AR$mm)

	30.06.2013	31.12.2012
ASSETS		
Non-current assets		
Property, plant and equipment	1.167,1	1.178,7
Other receivables	64,6	79,1
Total Non-current assets	1.231,7	1.257,7
Current assets		
Trade accounts receivable	250,2	205,5
Other receivables	45,6	57,8
Financial assets at amortized cost	0,0	2,0
Cash and cash equivalents	94,4	130,1
Total Current assets	390,3	395,3
TOTAL ASSETS	1.621,9	1.653,1
EQUITY		
Common stock	444,7	444,7
Inflation adjustment on common stock	353,0	353,0
Share premium	32,0	32,0
Legal reserve	42,6	42,6
Voluntary reserve	0,0	210,2
Retained earnings	(429,1)	(594,8)
Equity attributable to owners of the parent	443,2	487,7
Non-controlling interests	26,9	25,3
TOTAL EQUITY	470,1	513,0
LIABILITIES		
Non-current liabilities		
Bonds and other indebtedness	742,1	676,5
Deferred tax payable	49,5	76,9
Employee benefits payable	98,4	87,0
Trade accounts payable	4,5	4,7
Total Non-current liabilities	894,6	845,2
Current liabilities		
Provisions	35,9	27,6
Other liabilities	2,3	2,3
Bonds and other indebtedness	92,4	84,4
Taxes payable	21,8	14,9
Payroll and social securities taxes payable	53,8	85,5
Trade accounts payable	50,9	80,3
Total Current liabilities	257,3	294,9
TOTAL LIABILITIES	1.151,9	1.140,1
TOTAL LIABILITIES AND EQUITY	1.621,9	1.653,1

6. Analysis of results for the six-month period ended on June 30th, 2013 compared to the same period of 2012

Net sales

Consolidated net sales for the six-month period ended on June 30th, 2013 resulted in AR$ 323,3 million, 30,7% higher than the AR$ 247,3 million for the same period of 2012.

The electricity transmission revenue for the six-month period ended on June 30th, 2013, amounted to AR$ 235,7 million, 39,9% higher than the AR$ 168,5 million for the same period of 2012, mainly due to an increase of AR$ 66,2 million in the recognition of revenue from the Instrumental Agreements entered into by Transener and Transba with the Secretariat of Energy ("SE") and the ENRE (See "Tariff situation").

The Fourth Line operation and maintenance revenue for the six-month period ended on June 30th, 2013 amounted to AR$ 6,0 million, 22,8% lower than the AR$ 7,8 million for the same period of 2012, mainly due to the fact that the amount for the first quarter of 2012 includes AR$ 1,3 million corresponding to the retroactive adjustment for year 2011, according to the resolution ENRE No. 90/2012 of April 25th, 2012.

The other revenues for the six-month period ended on June 30th, 2013 amounted to AR$ 81,6 million, 15,0% higher than the AR$ 71,0 million for the same period of 2012, mainly due to an increase of AR$ 19,0 million in Transener´s net other revenues, principally operation and maintenance and supervision, partially offset by a decrease of AR$ 8,4 million in Transba´s net other revenues.

Operating costs and administrative expenses

Consolidated operating costs and administrative expenses for the six-month period ended on June 30th, 2013 amounted to AR$ 388,3 million, 27,6% higher than the AR$ 304,4 million for the same period of 2012, principally due to an increase of (i) AR$ 69,8 million in salaries and social security charges and (ii) AR$ 7,7 million in provisions.

Other losses / gains, net

Consolidated other losses / gains, net for the six-month period ended on June 30th, 2013 resulted in a net profit of AR$ 2,0 million, similar to the AR$ 1,7 million for the same period of 2012.

Finance results

Consolidated finance income for the six-month period ended on June 30th, 2013 amounted to AR$ 114,2 million, 55,0% higher than the AR$ 73,7 million for the same period of 2012, mainly due to an increase of AR$ 46,2 million in the recognition of interest from the Instrumental Agreements entered into with the SE and the ENRE, partially offset by a decrease of AR$ 8,4 million in finance income from the Fourth Line, mainly due to the fact that the amount for the first quarter of 2012 includes a retroactive adjustment for year 2011, according to the resolution ENRE No. 90/2012 of April 25th, 2012.

Consolidated finance costs for the six-month period ended on June 30th, 2013 amounted to AR$ 58,6 million, 13,4% higher than the AR$ 51,7 million for the same period of 2012, mainly due to an increase of AR$ 3,7 million in interest generated by employee benefits payable and an increase in finance losses due to an increase in the exchange rate.

Consolidated other finance results for the six-month period ended on June 30th, 2013 amounted to a loss of AR$ 53,6 million, 266,7% higher than the AR$ 14,6 million for the same period of 2012, mainly due to an increase of AR$ 46,9 million in the exchange loss net, partially offset by a higher profit of AR$ 7,9 million in the result from receivables measured at fair value.

Income tax

Consolidated income tax charges for the six-month period ended on June 30th, 2013 resulted in a profit of AR$ 23,1 million, in comparison with a profit of AR$ 17,8 million for the same period of 2012 due to a higher profit of AR$ 9,6 million in the deferred tax charge, partially offset by an increase of AR$ 4,3 million in the income tax payable registered by Transba.

You may find additional information on the Company at:
www.transener.com.ar
www.cnv.gob.ar