Buenos Aires, November 7th, 2014

Results for the nine-month period ended on September 30th, 2014

Compañía de Transporte de Energía Eléctrica en Alta Tensión Transener S.A. ("Transener" or the "Company") announces the results for the nine-month period ended on September 30th, 2014

Stock Information

Bolsa de Comercio de Buenos Aires
Ticker: TRAN

For further information, contact:

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 nine-month period ended on September 30th, 2014.

Consolidated net sales of AR$ 979,1 million, 78,5% higher than the AR$ 548,6 million for the same period of 2013, mainly due to an increase of 231,6% (AR$ 398,7 million) in revenues from the Renewal Agreement.

Consolidated adjusted EBITDA[1] of AR$ 474,4 million, compared to the AR$ 168,2 million for the same period of 2013, mainly due to an increase of AR$ 210,7 million in the operating profit, of 61,2% (AR$ 77,3 million) in the interest from the Renewal Agreement and of 21,4% (AR$ 16,2 million) in the interest from the Fourth Line.

Consolidated net profit of AR$ 40,7 million, compared to a consolidated net loss of AR$ 30,4 million for the same period of 2013, mainly due to a higher operating profit of AR$ 210,7 million, partially offset by a higher loss in financial results of AR$ 71,9 million and of AR$ 65,9 million in the income tax charge.

Main results for the Third Quarter of 2014 [2]

Consolidated net sales of AR$ 355,4 million, 57,8% higher than the AR$ 225,3 million for the same period of 2013, mainly due to an increase of 148,6% (AR$ 133,1 million) in the revenue from the Renewal Agreement.

Consolidated adjusted EBITDA[1] of AR$ 153,9 million, in comparison with the AR$ 108,9 million for the same period of 2013, mainly due to an increase of AR$ 55,9 million in the operating profit, partially offset by a decrease of 31,4% (AR$ 12,4 million) in the interest from the Fourth Line.

Consolidated net profit of AR$ 44,7 million, compared to a consolidated net profit of AR$ 14,0 million for the same period of 2013, mainly due to a higher operating profit of AR$ 55,9 million, partially offset by a lower profit of AR$ 5,0 million in the financial results and a higher loss of AR$ 19,0 million in the income tax charge.

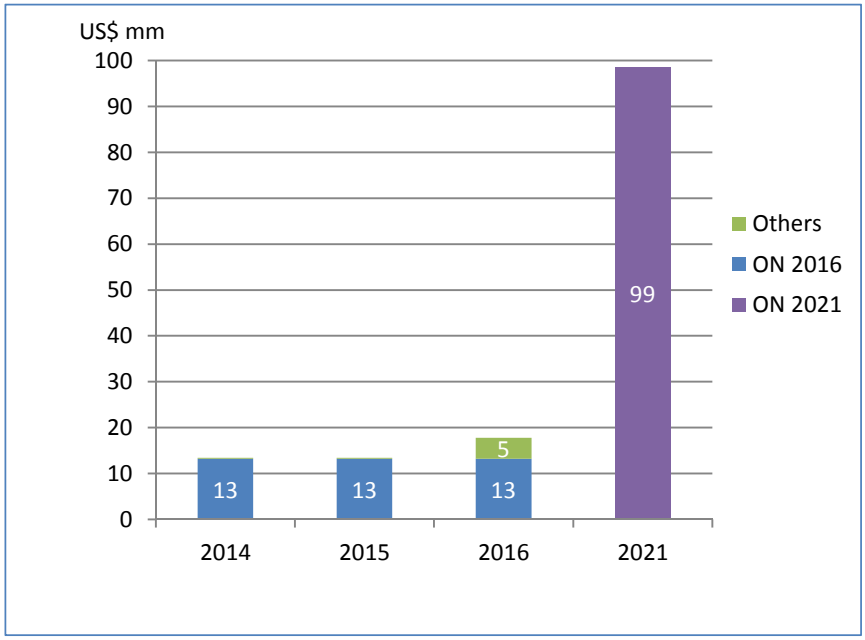
[1] Consolidated adjusted EBITDA represents consolidated operating results before depreciations plus interest from the Fourth Line and interest from the Renewal Agreement.

[2] The financial information presented in this document for the quarters ended on September 30th, 2014 and of 2013 is based on the unaudited condensed interim consolidated financial statements prepared according to the IFRS accounting standards in force in Argentina, corresponding to the three-month and nine-month periods ended on September 30th, 2014 and 2013.

1. Financial Situation

As of September 30th, 2014, consolidated outstanding principal debt of the Company amounts to US$ 143,1 million.

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



Regarding the Transener's qualifications, S&P modified the local qualification to "raB-" and the global qualification for local currency to "CCC-" negative. The global qualification for foreign currency was maintained 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.

iv) the celebration of a new Addenda with CAMMESA in order to include the amount of credits to be generated and the corresponding interest up to the effective cancellation.

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

The Investment Plan settled within the Renewal Agreement provides investments under the before mentioned conditions, for the years 2013 and 2014, for approximate amounts of AR$ 286 and AR$ 207 million, respectively for Transener and of AR$ 113 and AR$ 100 million, respectively for Transba.

The Addendas were entered into with CAMMESA on February 14th, 2014 by Transener and on October 25th, 2013 by Transba.

Also, on September 2nd, 2014, Transener and Transba entered into with CAMMESA the Financing Agreements to implement the Renewal Agreements during 2013 and 2014 (New Financing Agreements), by which it was agreed: i) to consider fulfilled the Financing Agreements and their Addendas I, II and III entered into opportunely with CAMMESA; ii) to grant a new loan amounting to $ 622,2 million and $ 240,7 million for Transener and Transba, respectively, related to the credits recognized by the SE and ENRE corresponding to variations of costs from January 2013 to May 2014, and iii) the collateral assignment of the credits recognized by higher costs at May 31st, 2014 under the Renewal Agreement of the Instrumental Agreement for the purpose of canceling the amounts to be received for the implementation of the New Financing Agreements.

The Company has recognized revenues and interest income from the Renewal Agreement for the amount of AR$ 570,8 and AR$ 203,6 million respectively, for the nine-month period ended on September 30th, 2014.

3. Consolidated Adjusted EBITDA Calculation

Consolidated adjusted EBITDA has been calculated as follows:

	Nine-month period ended on September 30th,		Three-month period ended on September 30th,	
AR$mm	**2014**	**2013**	**2014**	**2013**
Consolidated operating result	114,7	(96,1)	42,7	(13,1)
Depreciations	64,6	62,7	21,7	20,7
Consolidated EBITDA	179,3	(33,4)	64,4	7,6
Adjustments				
Renewal Agreement interest	203,6	126,3	62,4	61,7
Fourth Line interest	91,5	75,3	27,1	39,5
Consolidated adjusted EBITDA	474,4	168,2	153,9	108,9

4. Operating information

- **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:

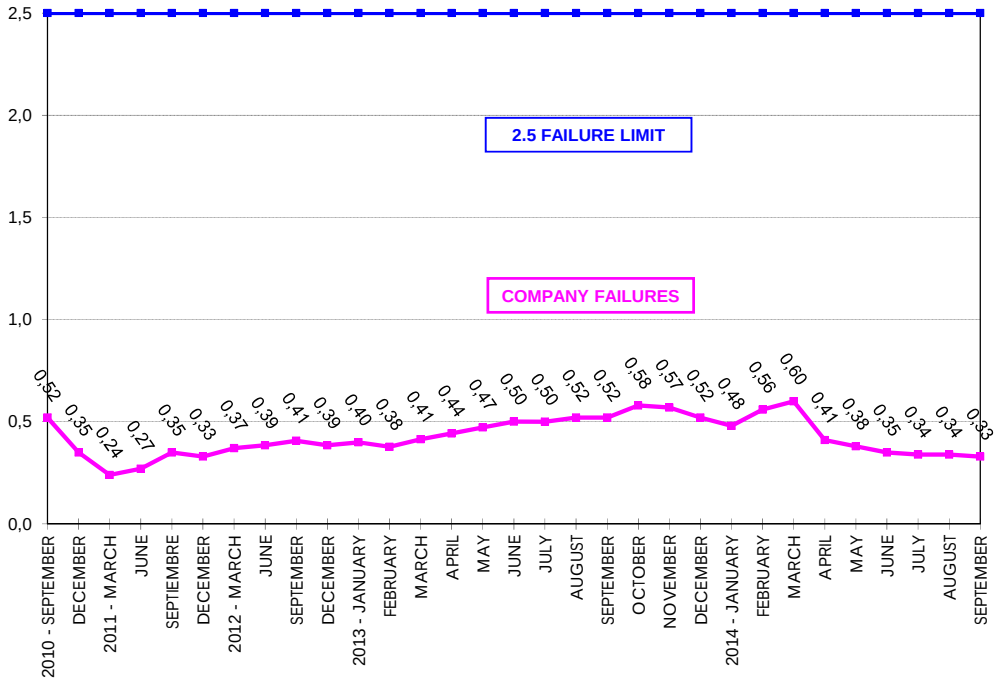
Works	Estimated Construction Costs	Estimated Supervision Revenues	Status
	AR$mm		%
Expansion of the Planicie Banderita Substation	104	3,8	73%
Expansion of the Alicurá Substation	7	0,4	80%
Santiago del Estero 500kV Substation Interconnection	643	38,6	75%
Expansion of the Alte. Brown Substation - C.T. Alte. G: Brown	366	10,9	67%
Rincón Santa María Substation – Resistencia Substation 500 kV interconnection	1.201	36,0	14%
Expansion of the Ramallo Substation – Provision of a 300/300/50 MVA transformer-	35	1,0	43%
Expansion of the Ezeiza Substation – Transformer Bank T9EZE	99	2,9	43%
Expansion of the Choele Choel Substation	11	0,5	6%
	US$mm		%
Río Coronda Substation – C.T. Vuelta de Obligado interconnection	27	0,8	70%
Expansion of the Rosario Oeste Substation – 500 - 220 kV Transformer Bank	13	0,4	20%

- **Rate of failures**

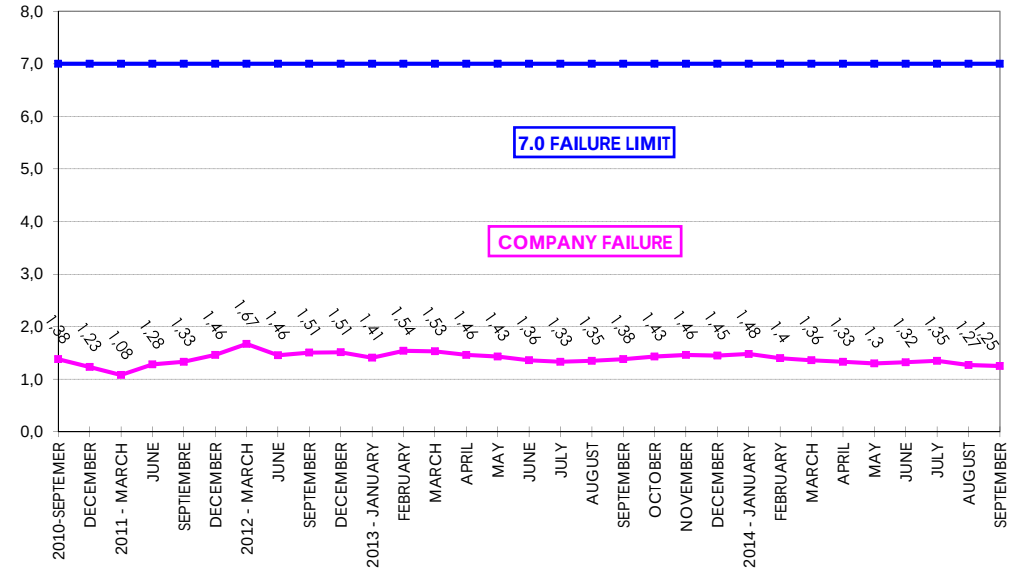
The rate of failures respresents the quality of the service provided. The following charts show the quality of the service provided by Transener and Transba as from September 2010.

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)

	Nine-month period ended on September 30th,		Three-month period ended on September 30th,	
	2014	**2013**	**2014**	**2013**
Net Sales	979,1	548,6	355,4	225,3
Operating costs	(714,4)	(536,6)	(262,2)	(197,9)
Gross income / (loss)	264,8	12,0	93,2	27,4
Administrative expenses	(128,3)	(100,7)	(49,7)	(37,8)
Other gains / (expenses), net	(21,8)	(7,4)	(0,7)	(2,7)
Operating income / (loss)	114,7	(96,1)	42,7	(13,1)
Finance income	330,7	232,9	106,6	120,5
Finance costs	(88,6)	(60,5)	(33,3)	(21,8)
Other finance results	(261,0)	(119,5)	(42,3)	(62,7)
Profit / (loss) before taxes	95,7	(43,1)	73,7	22,8
Income tax	(50,8)	15,1	(27,0)	(8,0)
Profit / (loss) for the period	44,9	(28,0)	46,7	14,9
Profit / (loss) attributable to :				
Owners of the parent	40,7	(30,4)	44,7	14,0
Non-controlling interests	4,3	2,4	2,0	0,8
Total for the period	44,9	(28,0)	46,7	14,9
Other consolidated comprehensive results				
Profit / (loss) for the period	44,9	(28,0)	46,7	14,9
Other comprehensive results	0,0	0,0	0,0	0,0
Total comprehensive profit / (loss) for the period	44,9	(28,0)	46,7	14,9
Total comprehensive profit / (loss) attributable to :				
Owners of the parent	40,7	(30,4)	44,7	14,0
Non-controlling interests	4,3	2,4	2,0	0,8
Total for the period	44,9	(28,0)	46,7	14,9

5.2 Consolidated Balance Sheets (AR$mm)

	30.09.2014	31.12.2013
ASSETS		
Non-current assets		
Property, plant and equipment	1.470,9	1.301,7
Other receivables	34,1	50,1
Total Non-current assets	1.505,0	1.351,8
Current assets		
Trade accounts receivable	364,7	386,4
Other receivables	83,1	73,4
Cash and cash equivalents	341,1	73,6
Total Current assets	788,9	533,5
TOTAL ASSETS	2.293,9	1.885,3
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
Retained earnings	(349,8)	(390,5)
Equity attributable to owners of the parent	522,5	481,8
Non-controlling interests	32,2	27,9
TOTAL EQUITY	554,6	509,7
LIABILITIES		
Non-current liabilities		
Bonds and other indebtedness	1.053,3	812,5
Deferred tax payable	78,2	61,9
Employee benefits payable	126,2	107,6
Trade accounts payable	4,0	4,3
Total Non-current liabilities	1.261,7	986,3
Current liabilities		
Provisions	67,1	50,1
Other liabilities	0,8	2,4
Bonds and other indebtedness	133,0	112,6
Taxes payable	56,0	46,9
Payroll and social securities taxes payable	111,4	99,9
Trade accounts payable	109,3	77,4
Total Current liabilities	477,6	389,3
TOTAL LIABILITIES	1.739,2	1.375,6
TOTAL LIABILITIES AND EQUITY	2.293,9	1.885,3

6. Analysis of results for nine-month period ended on September 30th, 2014 compared to the same period of 2013

Net sales

Consolidated net sales for the nine-month period ended on September 30th, 2014 resulted in AR$ 979,1 million, 78,5% higher than the AR$ 548,6 million for the same period of 2013.

Consolidated electricity transmission revenue for the nine-month period ended on September 30th, 2014, amounted to AR$ 797,7 million, 99,1% higher than the AR$ 400,6 million for the same period of 2013, mainly due to an increase of AR$ 398,7 million in the recognition of revenue from the Renewal Agreement 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 nine-month period ended on September 30th, 2014 amounted to AR$ 11,1 million, 8,2% higher than the AR$ 10,3 million for the same period of 2013, mainly due to the canon retroactive adjustment as of August 2013, according to Resolution ENRE No. 079/14.

Consolidated net other revenue for the nine-month period ended on September 30th, 2014 amounted to AR$ 170,4 million, 23,7% higher than the AR$ 137,7 million for the same period of 2013, mainly due to an increase of AR$ 21,1 million in the income from the works entrusted to Transener through Resolution SE 01/2003 and an increase of AR$ 1,6 million in the Transba's net other revenue.

Operating costs and administrative expenses

Consolidated operating costs and administrative expenses for the nine-month period ended on September 30th, 2014 amounted to AR$ 842,7 million, 32,2% higher than the AR$ 637,3 million for the same period of 2013, principally due to an increase of (i) AR$ 114,4 million in salaries and social security charges, (ii) AR$ 23,1 million in work for third-party materials as a result of the works entrusted to Transener through Resolution SE 01/2003 above mentioned, (iii) AR$ 9,3 million in fees for operating services and (iv) AR$ 8,3 million in insurance.

Other gains / expenses, net

Consolidated other gains / expenses, net for the nine-month period ended on September 30th, 2014 amounted to a loss of AR$ 21,8 million, compared to a loss of AR$ 7,4 million for the same period of 2013, mainly due to the registration of an allowance for doubtful debts in respect of Minimum Notional Income Tax Credit of AR$ 10,8 million and an increase of AR$ 3,4 million in tax charge on bank debits and credits.

Finance results

Consolidated finance income for the nine-month period ended on September 30th, 2014 amounted to AR$ 330,7 million, 42,0% higher than the AR$ 232,9 million for the same period of 2013, mainly due to an increase of (i) AR$ 77,3 million in the higher recognition of interest from the Renewal Agreement entered into with the SE and the ENRE and (ii) AR$ 16,2 million in finance income from the Fourth Line mainly due to the canon adjustment retroactive to August 2013 according to Resolution ENRE 079/14.

Consolidated finance costs for the nine-month period ended on September 30th, 2014 amounted to AR$ 88,6 million, 46,5% higher than the AR$ 60,5 million for the same period of 2013, mainly originated by the effect of the increase in the exchange rate on the interest generated by financial debts denominated in U.S. dollars.

Consolidated other finance results for the nine-month period ended on September 30th, 2014 amounted to a loss of AR$ 261,0 million, 118,4% higher than the AR$ 119,5 million for the same period of 2013, mainly due to an increase of AR$ 126,3 million in the exchange loss net, mainly originated by the effect of the increase in the exchange rate on the financial debts denominated in U.S. dollars.

Income tax

Consolidated income tax charges for the nine-month period ended on September 30th, 2014 resulted in a loss of AR$ 50,8 million, in comparison with a profit of AR$ 15,1 million for the same period of 2013 due to a higher loss of AR$ 41,1 million in the deferred tax charge and the increase of AR$ 24,8 million in the income tax payable.