



2021 First Quarter

Earnings Presentation

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## 2021 First Quarter: Earnings Presentation



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## Recent events

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### **Covid 19 pandemic**

- Second wave in Argentina.
- Federal government tightens restrictions.
- Expected economic recovery of approx. 6% growth in 2021.
- TGS adopts strict health protocols.

### **Natural Gas Transportation - Tariffs**

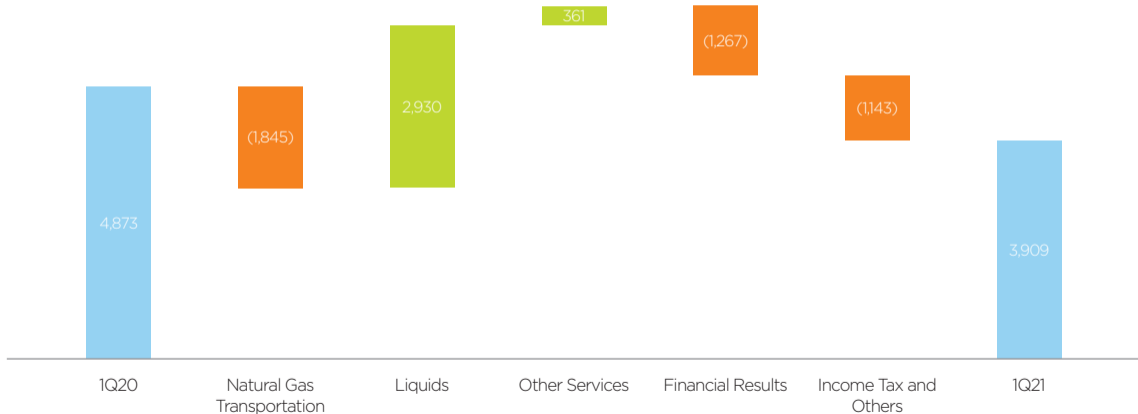
- Public hearing held on March 16.
- TGS requested 58.6% increase (without any profitability).
- Renegotiation transitional agreement (received from ENARGAS on April 28), establishing the following:
  - No tariff adjustment since May 21.
  - New transitional tariff adjustment since April 22.
  - No mandatory investments.
  - Prohibition to pay dividends (among others).
- TGS did not accept the transitional agreement.

# First Quarter Results Highlights

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NET INCOME 1Q21 VS. 1Q20 (IN MM AR\$)

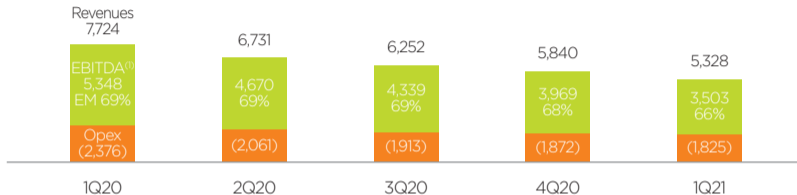


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## NATURAL GAS TRANSPORTATION (MM AR\$)



<b>1Q20 EBITDA</b>	<b>5,348</b>
Inflation loss effect	(2,241)
Lower PP&E maintenance expenses	283
Lower operating expenses	399
Others	(286)
<b>1Q21 EBITDA</b>	<b>3,503</b>

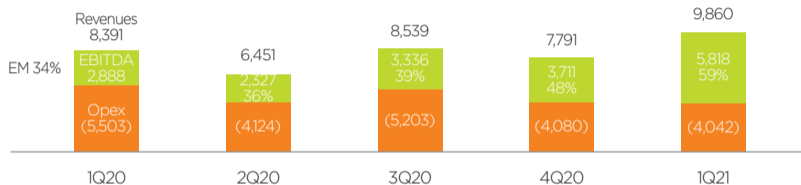
<sup>1</sup> EBITDA is a non-IFRS financial measure. We define EBITDA as revenues minus operating costs and expenses (excluding depreciation and amortization and PP&E impairment).

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## LIQUIDS (MM AR\$)



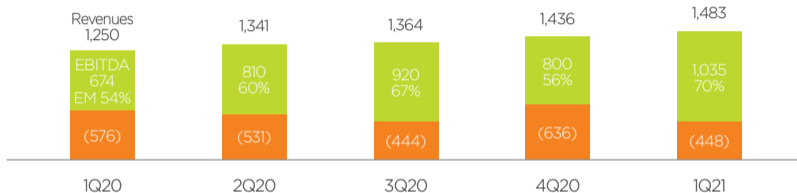
<b>1Q20 EBITDA</b>	<b>2,888</b>
Higher international prices	1,895
Higher export volumen (117K vs 92K mt)	1,017
Lower price of natural gas (US\$ 1.5 vs. US\$2.3 p/MMBTU)	1,181
Insurance collection (PBB event in 3Q 2019)	231
Lower price of ethane	(742)
Lower volume of ethane (75k vs 97k mt)	(498)
Others	(154)
<b>1Q21 EBITDA</b>	<b>5,818</b>

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## OTHER SERVICES (MM AR\$)



<b>1Q20 EBITDA</b>	<b>674</b>
Midstream services revenues (mainly in Vaca Muerta)	356
Others	5
<b>1Q21 EBITDA</b>	<b>1,035</b>

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NET FINANCIAL RESULTS (MM AR\$)			
1 <sup>ST</sup> Quarter		Variation	
2021	2020	Ar\$	%
(1,633)	(366)	(1,267)	346

MAIN VARIATIONS	
(1,447)	Financial assets results
(601)	Derivative financial instrument result (1Q20)
(451)	Debt purchase results (1Q20)
784	Higher gains due to inflation exposure
289	Foreign exchange rate results
118	Higher interest income

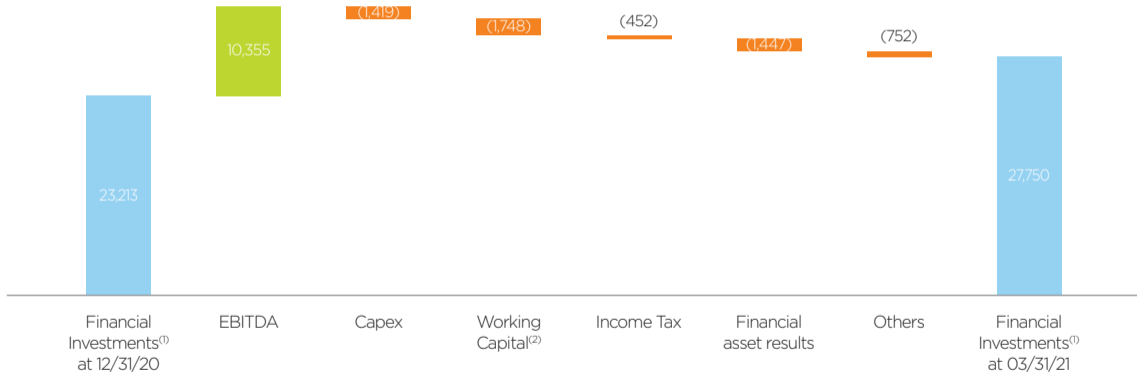


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## 1<sup>ST</sup> QUARTER 2021 CASH FLOW (MM AR\$)



1 Financial Investments is a non-IFRS financial measure. We define Financial investments as cash and cash equivalents and other financial assets at amortized cost.

2 Working Capital is a non-IFRS financial measure. We define Working Capital as Changes in assets and Liabilities from the Consolidated Statement of Cash Flow, except for Interest paid and Income tax paid.

