



**Unaudited Interim Consolidated Financial  
Statements Vier Gas Transport GmbH  
as of 30 June 2017**

**August 2017**



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## Key Messages

### Result of Operations 1<sup>st</sup> Half 2017

- EBITDA per Q2 2017 at €236m slightly below prior year, in line with Outlook 2017:
  - Transport revenues on prior year level
  - Operating and other expenses slightly above prior year
- Substantial investment programme successfully on track:
  - CAPEX at €223m more than €100m above prior year, in line with Outlook
  - Increasing investments in projects reflect the Network Development Plan (NDP)
- Successful refinancing of VGT Revolving Credit Facility (RCF) to accommodate CAPEX requirements<sup>1</sup>

### Outlook Full Year 2017

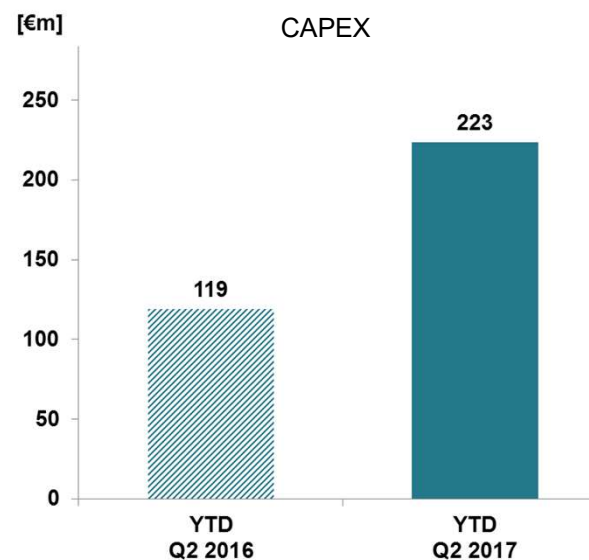
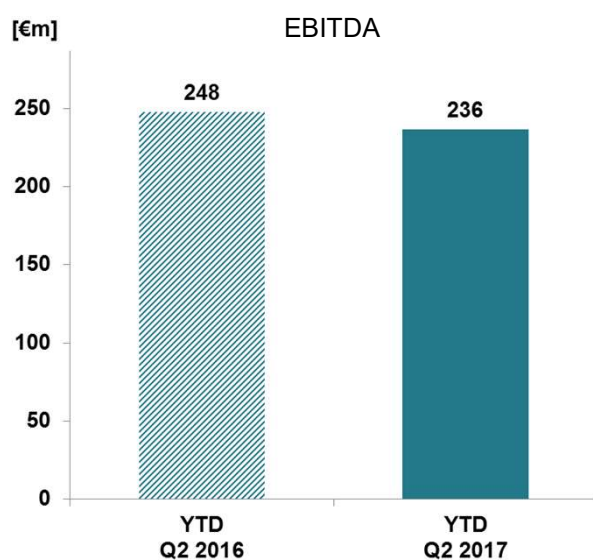
Full year Outlook 2017 confirmed:

- Transport revenues expected slightly below allowed revenue cap
- EBITDA Outlook 2017: €420-480m
- CAPEX Outlook 2017: €470-530m

<sup>1</sup> Effective as of 04 August 2017.

## EBITDA of VGT Group per Q2 2017 Slightly Below Prior Year

### Key Financials 1<sup>st</sup> Half of 2017 (€m)<sup>1</sup>



### Comments

- Transport revenues on prior year level
- Service revenues slightly below prior year due to time lags in service projects
- Operating and other expenses slightly above prior year
- CAPEX significantly above prior year, in line with communicated Outlook for 2017
- Main projects (NDP<sup>2</sup>):
  - Pipeline Schwandorf-Forchheim-Finsing
  - Compressor station (CS) Herbstein
  - Machine units at CS Werne

<sup>1</sup> IFRS Condensed Interim Consolidated Financial Statements of Vier Gas Transport GmbH as of 30 June 2017. Aggregated figures may contain rounding differences.

<sup>2</sup> NDP = Network Development Plan

## VGT Group Income Statement

1<sup>st</sup> Half of 2017 (€m)<sup>1</sup>

Income Statement			
[€m]	YTD Q2 2017	YTD Q2 2016	Δ
Transport & related revenues	417	417	-1
Other revenues	52	57	-5
<b>Total revenues</b>	<b>469</b>	<b>474</b>	<b>-5</b>
Other income	19	15	+4
Cost of materials	-135	-136	+1
Personnel costs	-79	-74	-4
Other expenses	-40	-32	-8
Equity income	2	1	+1
<b>EBITDA</b>	<b>236</b>	<b>248</b>	<b>-11</b>
Depreciation	-77	-78	+1
<b>EBIT</b>	<b>160</b>	<b>170</b>	<b>-10</b>
Interest result	-32	-35	+3
Current taxes	-49	-47	-2
Deferred taxes	12	11	+1
<b>Net Income</b>	<b>90</b>	<b>99</b>	<b>-8</b>

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## VGT Group Balance Sheet

1<sup>st</sup> Half of 2017 (€m)<sup>1</sup>

### Balance Sheet

[€m]	Assets			Equity and Liabilities			
	Q2 2017	Q4 2016	Δ	Q2 2017	Q4 2016	Δ	
<b>Non-current assets</b>							
Intangible assets	42	54	-13				
Goodwill	830	830	+0				
Property, plant and equipment	3.140	2.990	+150				
Financial assets	168	169	-1				
<i>at equity method</i>	125	127	-1				
<i>other financial assets</i>	42	42	-0				
Deferred tax assets	24	24	+0				
Non-current receivables	82	89	-6				
<b>Total non-current assets</b>	<b>4.286</b>	<b>4.157</b>	<b>+129</b>				
<b>Current assets</b>							
Inventories	27	33	-6				
Trade receivables	30	31	-1				
Receivables from tax creditors	3	8	-5				
Other receivables	37	49	-13				
Cash and cash equivalents	153	189	-36				
<b>Total current assets</b>	<b>249</b>	<b>310</b>	<b>-61</b>				
<b>Total</b>	<b>4.535</b>	<b>4.467</b>	<b>+69</b>				
				<b>Equity</b>			
				Subscribed capital	0	0	+0
				Additional paid-in capital	926	926	+0
				Retained earnings	86	26	+60
				Accumulated OCI	-2	-2	+1
				<b>Total equity</b>	<b>1.010</b>	<b>949</b>	<b>+61</b>
				<b>Non-current liabilities</b>			
				Provisions for pensions	142	134	+8
				Other provisions	97	97	+0
				Financial liabilities	2.540	2.493	+47
				Other non-current liabilities	28	27	+1
				Deferred tax liabilities	478	490	-12
				<b>Total non-current liabilities</b>	<b>3.286</b>	<b>3.242</b>	<b>+45</b>
				<b>Current liabilities</b>			
				Other provisions	23	41	-18
				Financial liabilities	79	77	+3
				Trade payables	43	55	-11
				Income tax liabilities	0	2	-2
				Other liabilities	92	101	-9
				<b>Total current liabilities</b>	<b>239</b>	<b>276</b>	<b>-37</b>
<b>Total</b>	<b>4.535</b>	<b>4.467</b>	<b>+69</b>	<b>Total</b>	<b>4.535</b>	<b>4.467</b>	<b>+69</b>

<sup>1</sup> IFRS Condensed Interim Consolidated Financial Statements of Vier Gas Transport GmbH as of 30 June 2017. Aggregated figures may contain rounding differences.

## VGT Group Cash Flow Statement

1<sup>st</sup> Half of 2017 (€m)<sup>1</sup>

Cash Flow Statement			
[€m]	YTD Q2 2017	YTD Q2 2016	△
<b>Net Income</b>	<b>90</b>	<b>99</b>	<b>- 8</b>
<b>Operating Cash Flow</b>	<b>191</b>	<b>219</b>	<b>- 28</b>
<b>Investing Cash Flow</b>	<b>-204</b>	<b>-116</b>	<b>- 88</b>
<b>Free Cash Flow</b>	<b>-13</b>	<b>104</b>	<b>- 117</b>
<b>Financing Cash Flow</b>	<b>-23</b>	<b>-69</b>	<b>+ 46</b>
<b>Total Cash Flow of the period</b>	<b>-36</b>	<b>34</b>	<b>- 71</b>
Cash Position beginning of period (01.01.)	189	150	+ 40
<b>Cash Position end of period (30.06.)</b>	<b>153</b>	<b>184</b>	<b>- 31</b>

<sup>1</sup> IFRS Condensed Interim Consolidated Financial Statements of Vier Gas Transport GmbH as of 30 June 2017. Aggregated figures may contain rounding differences.

## Treasury Contacts & Ongoing Investor Engagement

### Contacts



**Axel Berndt**

Head of Finance, Accounting & Tax



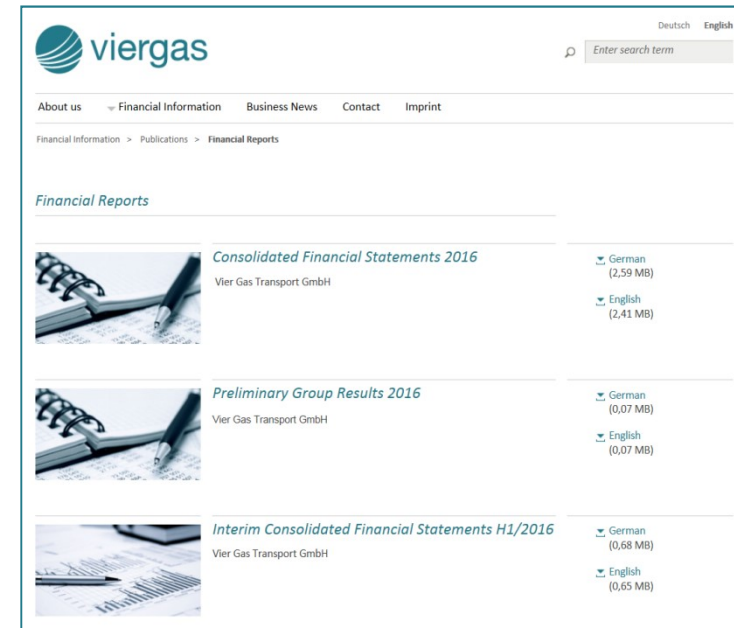
**Sebastian Brauer**

Head of Corporate Finance & Treasury

### Viergas Website



The screenshot shows the Viergas website home page. At the top, there is a search bar and navigation links for 'About us', 'Financial Information', 'Contact', and 'Imprint'. The main content area features a large image of gas pipelines with the text: 'Vier Gas Transport GmbH is the sole owner of Open Grid Europe, Germany's leading natural gas carrier with a gas transmission network of around 12,000 km in length. With its modern and efficient pipeline network and comprehensive range of services, Open Grid Europe offers and arranges future-orientated gas transmission solutions. Vier Gas Transport GmbH acquired 100% of the shares in Open Grid Europe from E.ON Ruhrgas AG, Essen, on 23 July 2012.' Below this, there are sections for 'Publications' and 'Contact'. The footer contains copyright information and additional navigation links.



The screenshot shows the 'Financial Reports' page on the Viergas website. It features a list of reports with download options in German and English. The reports listed are:

- Consolidated Financial Statements 2016**: German (2,59 MB), English (2,41 MB)
- Preliminary Group Results 2016**: German (0,07 MB), English (0,07 MB)
- Interim Consolidated Financial Statements H1/2016**: German (0,68 MB), English (0,65 MB)

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