TGN RO: Q2 2026 Results | NEGATIVE

* TGN RO: Transgaz posted a standalone net loss of RON 78m in Q2'26, compared with a RON 7m profit in Q2'25 and our estimated loss of RON 37m. The weaker-than-expected bottom line was mainly driven by an 11% miss in transmission revenues, reflecting lower-than-expected capacity revenues, alongside somewhat higher D&A. Q2'26 EBITDA came in broadly flat Y/Y at RON 119m versus RON 118m in Q2'25, but 18% below our RON 146m estimate, primarily on weaker transmission revenues. Capacity booking revenues stood at around RON 357m, 14% below our forecast, while the total capacity component was around 12% below our estimate. Overall, the revenue shortfall more than offset a broadly in-line operating cost base, resulting in a weaker-than-expected quarterly performance.
* At H1'26 level, Transgaz reported a standalone net profit of RON 234m, down 49% Y/Y from RON 460m and 15% below our estimate.
* We will follow up with additional details after the conference call scheduled for 20 August.