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**INDEPENDENT LIMITED ASSURANCE REPORT ON THE INFORMATION
INCLUDED IN THE CURRENT REPORTS PREPARED BY THE COMPANY IN
ACCORDANCE WITH THE REQUIREMENTS OF LAW NO. 297/2004 AND THE
REGULATION NO. 1/2006 (free translation¹)**

To the General Manager of
Societatea Nationala Nuclearelectrica S.A.

1. We were engaged by Societatea Nationala Nuclearelectrica S.A. ("the Company") to report on the information included in the Current Reports dated 10 January 2014, 15 January 2014, 3 February 2014, 7 February 2014, 4 March 2014, 28 March 2014, 11 April 2014, 16 May 2014, 27 May 2014, 30 May 2014, 10 June 2014 si 29 July 2014 ("the Reported Transactions" included in the "Current Reports"), prepared by the Company in accordance with the requirements of Law no. 297/2004 on the capital market with subsequent amendments ("Law no. 297/2004") and of the Regulation no. 1/2006 of the former National Securities Commission ("CNVM"), the current Financial Supervisory Authority ("ASF") on issuers and operations with securities with subsequent amendments ("Regulation no. 1/2006"), in the form of an independent limited assurance conclusion that, based on our procedures performed, nothing has come to our attention that causes us to believe that the Reported Transactions included in the Current Reports are not, in all material respects, in conformity with article 113, G (6) of the Regulation no. 1/2006. The Current Reports dated 10 January 2014, 15 January 2014, 3 February 2014, 7 February 2014, 4 March 2014, 28 March 2014, 11 April 2014, 16 May 2014, 27 May 2014, 30 May 2014, 10 June 2014 and 29 July 2014 were prepared by the management of the Company to report to ASF according to the requirements of art. 225 from the Law no. 297/2004 and the Regulation no. 1/2006.

Management's Responsibilities

2. The management of the Company is responsible for the preparation and presentation of the Current Reports and of the Reported Transactions included in the Current Reports dated 10 January 2014, 15 January 2014, 3 February 2014, 7 February 2014, 4 March 2014, 28 March 2014, 11 April 2014, 16 May 2014, 27 May 2014, 30 May 2014, 10 June 2014 and 29 July 2014 that are free from material misstatement, in accordance with the article 225 from Law no. 297/2004 and the Regulation no. 1/2006, and for the information contained therein and for the Reported Transactions to comply with requirements of art. 113, G (6), of the Regulation no 1/2006. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of these Current Reports and Reported Transactions included in the Current Reports that are free from material misstatement whether due to fraud or error. This responsibility includes also the compliance with the requirements of art. 225 from

¹ TRANSLATOR'S EXPLANATORY NOTE: The above translation of the independent limited assurance report on the information included in the Current Reports prepared by the Company in accordance with the requirements of Law no. 297/2004 and Regulation No. 1/2006 is provided as a free translation from Romanian which is the official and binding version.

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Law no. 297/2004 and with the requirements of Regulation no. 1/2006, and maintaining adequate supporting documents in relation to the Current Reports and Reported Transactions included in the Current Reports. The management of the Company is responsible for preventing and detecting fraud and for identifying and ensuring that the Company complies with the applicable laws and regulations in force. The management of the Company is responsible for ensuring that staff involved with the preparation of the Current Reports and the Reported Transactions included in the Current Reports are properly trained.

Our Responsibilities

3. Our responsibility is to examine the Reported Transactions disclosed by the Company in the Current Reports and to report thereon in the form of an independent limited assurance conclusion based on the evidence obtained. We conducted our engagement in accordance with *International Standard on Assurance Engagements ("ISAE") 3000 Assurance engagements other than audits or reviews of historical financial information* as adopted by the Romanian Chamber of Financial Auditors. This standard requires that we comply with ethical requirements, including independence requirements, plan and perform our procedures to obtain a meaningful level of assurance about whether the Reported Transactions included in the Current Reports, in all material respects, are in conformity with art. 113, G (6) from the Regulation no. 1/2006, as the basis for our limited independent assurance conclusion.
4. The procedures selected depend on our understanding of the Current Reports and Reported Transactions included in the Current Reports and other engagement circumstances, and also on our consideration of areas where material misstatements are likely to arise. In developing our understanding of the Current Reports and Reported Transactions included in the Current Reports, we developed an understanding of Company's relevant internal control over the preparation and presentation of the Current Reports and for the Reported Transactions in accordance with the requirements of art. 225 from the Law no. 297/2004 and the Regulation no. 1/2006 in order to design procedures that are appropriate in the circumstances, but not for the purposes of expressing a conclusion as to the effectiveness of Company's internal control over the preparation and presentation of the Current Reports and for concluding the Reported Transactions included in the Current Reports.
5. Limited assurance is less than absolute assurance and reasonable assurance. Evidence-gathering procedures for a limited assurance engagement are more limited than for a reasonable assurance engagement and therefore less assurance is obtained than in a reasonable assurance engagement.
6. As part of this engagement, we have not performed any procedures by way of audit, review or verification of the Current Reports and of the Reported Transactions included in the Current Reports in conformity with the International Standards of Audit or the International Standards on Review Engagements as adopted by the Romanian Chamber of Financial Auditors nor of the underlying records or other sources from which the Current Reports and Reported Transactions included in the Current Reports were extracted.

Criteria

7. In case of electricity sales, were considered as existing offers on the market the results of the auctions organized by Opcom S.A. through the Centralized Market of Bilateral Contracts for the electricity sale offers made by the Company.
8. In case of uranium acquisitions from "Compania Nationala a Uraniului SA" were considered the similar price offer received from a foreign supplier, the average prices published by Euratom

Supply Agency and also the analysis performed by the management with regard to the price comparison.

9. Our conclusion has been formed on the basis of, and is subject to, the matters outlined in this report. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our qualified limited assurance conclusion.

Basis for Qualified Conclusion

10. The Company does not have alternative offers for the services included in the contracts/addendums to contracts with “Inspectia de Stat pentru Controlul Cazanelor, Recipientelor sub Presiune si Instalatiilor de Ridicat”, “Regia Autonoma Tehnologii pentru Energia Nucleara – Institutul de Cercetari Nucleare”, “Administratia Nationala de Meteorologie prin Centrul Meteorologic Regional Dobrogea”, “Regia Autonoma Rasirom”, “Administratia Nationala Apele Romane”, “Administratia Bazinala de Apa Dobrogea Litoral”, “Compania Nationala Administratia Canalelor Navigabile”, “Compania Nationala a Uraniului SA” (for acquisitions other than uranium) si “Institutul National de Cercetare Dezvoltare pentru Tehnologii Criogenice si Izotopice” and presented in the Current Reports dated 10 January 2014, 15 January 2014, 3 February 2014, 4 March 2014, 28 March 2014, 27 May 2014, 30 May 2014, 10 June 2014 and 29 July 2014. The Company does not have alternative offers for the services included in the contracts mentioned above as they were concluded through direct negotiation in accordance with the provisions of art. 12 (a), art. 15 or 245 from the Government Emergency Ordinance no. 34/2006 regarding the assignment of public acquisition contracts, of concession contracts for public workings and of the concession contracts for services or through negotiation without publishing an auction notice according to art. 252 (b) of the above mentioned ordinance. Thus, we were not able to determine if the prices established through these contracts or addendums, considering the rights and obligations assumed by the parties, for which the Company does not have alternative existing offers on the market, is correct in relation to the other existing offers on the market.
11. The tariff contained in the contract concluded with CN Transelectrica SA for the electricity transmission service and presented in the Current Report dated 29 July 2014 is regulated by the National Authority for Energy Regulation (“ANRE”), being established through ANRE Order no. 96/2013. The tariffs and quantities contained in the contract concluded with Electrica Furnizare SA regarding the regulated sale of electricity and presented in the Current Report dated 29 July 2014 are regulated by ANRE, being established through ANRE Decision no. 3906/20.12.2013. These tariffs are regulated and are not market driven.
12. The contracts for the uranium acquisitions from “Compania Nationala a Uraniului SA” reported in the Current Reports dated 7 February 2014 and 11 April 2014 were concluded through direct negotiation according to art. 245 from the Government Emergency Ordinance no. 34/2006 regarding the assignment of public acquisition contracts, of concession contracts for public workings and of the concession contracts for services. The Company has analysed an alternative offer received from an external supplier and also the average prices published by Euratom Supply Agency. Sufficient information was not available in order to determine if the prices established through the contracts for uranium acquisition, are correct in relation to the other existing offers on the market.

Qualified Conclusion

13. Based on the procedures performed, except for the possible effects of the matters referred to in paragraphs 10, 11 and 12, nothing has come to our attention that causes us to believe that the

Reported Transactions included in the Current Reports are not, in all material respects, in conformity with art. 113, G (6) from the Regulation no. 1/2006.

Other Matters

14. This report is made solely for the scope described in the first paragraph and for the Company's General Manager. Our report should not be regarded as suitable to be used by any party wishing to acquire rights against us other than the Company, for any purpose or in any context. Any party, other than the Company who obtains access to our report or a copy thereof and chooses to rely on our report (or any part thereof), will do so at its own risk. Our work has been undertaken so that we might state to the Company's General Manager those matters we are required to state to them in an independent limited assurance report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company's General Manager, for our work, for this report or for the conclusion we have formed. This report refers only to the elements mentioned above and does not refer in any way to other Company reports.

**Refer to the original signed
Romanian version**



KPMG Audit SRL
30 July 2014
Bucharest, Romania