



Compañía General de Combustibles S.A. started 2018 with strong first quarter results, confirming a solid growth in gas production and EBITDA generation

Buenos Aires, May 15th, 2018 - Compañía General de Combustibles S.A. ("CGC"), a leading energy company with operations in Argentina, announced its Audited results for the first quarter ended March 31, 2018.

Consolidated Financial results are expressed in Pesos, and presented in accordance with International Financial Reporting Standards (IFRS), issued by the International Accounting Standard (IASB).

First Quarter 2018 Key Highlights¹

- Daily average gas production reached 3,583 Mm³ during 1Q18, which represented an increase of 46.8% compared to 1Q17, and 2.2% in comparison with 4Q17.
- Revenues totaled AR\$2,155.9 million in 1Q18 (approximately USD109.6 million) compared with AR\$1,182.3 million in 1Q17 (approximately USD75.4 million). Revenues in dollars were up 45.3% year-over-year in 1Q18.
- Adjusted EBITDA amounted to AR\$895.6million (approximately USD45.5 million) in 1Q18. Adjusted EBITDA in dollars increased 383.1% year-over-year in 1Q18 and 11.5% in comparison with 4Q17.
- CapEx reached AR\$774.0 million in 1Q18 (approximately USD39.3 million), compared with AR\$442.0 million in 1Q17 (approximately USD28.2 million).
- The Company continued improving its financial condition. In January 12th, CGC issued "ON Clase 10", a USD 100 million non-recourse guaranteed bond. As of March 31, cash and banks amounted to AR\$1,524.2 (approximately USD77.4 million), and the net leverage ratio² decreased to 2.48x from 4.45x, at the end of 2017.

¹ Converted to USD using the following period average exchange rates per USD 1.00: AR\$19.68 for 1Q18 and AR\$15.68 for 1Q17.

² Net Debt to EBITDA ratio.



Brief Overview

During 1Q18, CGC increased its operations in Cuenca Austral, adding a second drilling rig and one work-over rig. Average gas production totaled 3,583 Mm³ per day during 1Q18, an increase of 46.8% in comparison with 1Q17. Average oil production (crude + LPG) reached 820.9 m³ per day during 1Q18, a decrease of 9.2% compared to 1Q17.

Revenues for 1Q18 amounted to AR\$2,155.9 million (approximately USD109.6 million), of which 72% corresponded to gas and 26% to oil. Revenues in dollars were up 45.3% year-over-year in 1Q18

Revenue Breakdown	1Q18		1Q17		12 months	
	USD	% of total	USD	% of total	LTM 1Q18	2017
Crude Oil	28.4	26%	45.8	61%	101.3	117.0
Gas	78.9	72%	27.4	36%	222.5	168.1
Other	2.3	2%	2.2	3%	10.4	10.4
Total	109.6	100%	75.4	100%	334.1	295.5

Adjusted EBITDA for the first quarter totaled AR\$895.6million (approximately USD45.5 million), which represents an increase of 383.1% compared to 1Q17. Last Twelve Months adjusted EBITDA in dollars reached USD118.7 million, an increase of 61.4% compared to 1Q18 and 47.1% in comparison with 4Q17.

On January 12th, 2018, CGC issued “ON Clase 10”, a USD100 million non-recourse bond. All payments related to this bond will be exclusively address with dividends or other remunerations received as a shareholder of Gasinvest, GasAndes Argentina and GasAndes Chile, or with the sale of the respective shares.

As of March 31, 2018 total debt reached AR\$7,321.0 million (approximately USD372 million) and cash and banks amounted to AR\$1,524.2 (approximately USD77.4 million). Net debt to EBITDA ratio improved to 2.48x from 4.45x in 4Q17, and coverage ratio increased to 3.63x vs. 2.45x in 4Q17.



About Compañía General de Combustibles S.A.

CGC is a leading energy company with operations in Argentina, engaged principally in the development, production and exploration of natural gas, crude oil, LPG (Upstream business) and with a significant interest in a network of pipelines in northern and central Argentina, with direct and indirect co-controlling stakes in Transportadora de Gas del Norte ("TGN"), Gasoducto GasAndes Argentina, Gasoducto GasAndes ("GasAndes"), and a minority stake in Transportadora de Gas del Mercosur ("TGM") (Midstream business). For more information, visit <http://cgc.com.ar/>.

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