



Investment in railway extension within Petrobrazî refinery

- ▶ EUR 1.7 mn to build new railway section of 1.4 km inside refinery perimeter
- ▶ Railway network used inside Petrobrazî refinery measures approximately 50 km in length

OMV Petrom, the largest oil and gas producer in Southeastern Europe, has inaugurated a new railway section inside Petrobrazî refinery. It measures 1.4 km in length and required investments of around EUR 1.7 mn.

With this section, the length of the railways used in the refinery has reached almost 50 km. Around three quarters of the railways in Petrobrazî have been modernized during the past ten years. The investments for these modernizations (including maintenance works) amounted to over EUR 50 mn.

"We use railway transportation for a significant part of fuel production at Petrobrazî. The fuel is loaded into tank wagons in the refinery and the Petrobrazî railway links to the public network. Afterwards, fuels are transported to our terminals across the country, where they are then distributed to filling stations. In the past years, we have put a lot of effort into optimizing this fuel path in terms of logistics. The inauguration of this new railway section will allow us to reduce costs even more due to reducing the maneuver time needed, and will contribute to increasing the safety of operations," says Neil Anthony Morgan, member of the OMV Petrom Executive Board, responsible for Downstream Oil.

The new railway section built near the cocker unit interconnects with four other existing tracks, thus making it easier to maneuver the train wagons. By easing traffic in the area and increasing the safety of operations, this project is estimated to have a positive impact on the local community.

More than 50,000 wagons of oil products are loaded annually in Petrobrazî refinery.

About Petrobrazî

After privatization (2005-2016), investments in Petrobrazî refinery totaled EUR 1.2 billion, of which around EUR 600 million was invested in the modernization program that took place between 2010 and 2014.

With a refining capacity of 4.5 million tons per year, Petrobrazî can process the entire crude production of OMV Petrom in Romania. The refinery currently has an 11.5 Nelson Index¹, the largest in the region, capable of processing a large variety of crude.

About OMV Petrom

OMV Petrom is the largest integrated oil and gas group in Southeastern Europe, with an annual oil and gas production of approximately 64 mn boe in 2016. The Group has a refining capacity of 4.5 mn tons / year and operates an 860 MW high efficiency power plant and a 45 MW wind park (the latter's sale ongoing). The group is present on the oil products retail markets in Romania and neighboring countries through 784 filling stations, as at end March 2017, under two brands – Petrom and OMV.

OMV, one of Austria's largest listed industrial companies, holds a 51.01% stake in OMV Petrom. The Romanian state, via the Ministry of Energy, holds 20.64% of OMV Petrom shares, Fondul Proprietatea holds 12.57%, and 15.79% is free float on the Bucharest Stock Exchange and London Stock Exchange.

Starting 2007, OMV Petrom has integrated the principles of corporate responsibility into its business strategy. In this period, the company has allocated approx. EUR 49 mn for the development of communities in Romania, focusing on environmental protection, education, health and local development.

¹ The Nelson Index is an indicator used to evaluate the complexity of an oil refinery.

