

**CODENSA S.A E.S.P**  
**CONSOLIDATED BALANCE SHEET**



(In thousands of pesos)

Assets	As of June 30 of 2017	As of December 31 of 2016
<b>Current Assets</b>		
Available and equivalents	403.341.749	619.649.569
Other current financial assets	-	4.729
Other current non financial assets	10.205.221	5.997.900
Accounts receivable, Net	488.940.328	517.537.433
Related companies	14.593.943	13.620.148
Inventories, Net	103.216.379	81.187.893
Assets related to income tax	12.364.448	-
<b>TOTAL CURRENT ASSETS</b>	<b>1.032.662.068</b>	<b>1.237.997.672</b>
<b>NON CURRENT ASSETS</b>		
Other financial assets	30.719	43.385
Other non financial assets	12.322.884	12.318.795
Accounts receivable, Net	79.790.967	70.085.462
Intangible assets, net	137.451.721	118.955.312
Properties, plant and equipment	4.394.512.090	4.280.943.213
Deferred Taxes	-	14.055.340
<b>TOTAL NON CURRENT ASSETS</b>	<b>4.624.108.381</b>	<b>4.496.401.507</b>
<b>TOTAL ASSETS</b>	<b>5.656.770.449</b>	<b>5.734.399.179</b>
<b>Liabilities and Equity</b>		
<b>CURRENT LIABILITIES</b>		
Other current financial liabilities	65.714.313	454.403.098
Accounts payable	788.128.454	885.903.437
Related companies	247.032.931	138.792.891
Provisions	11.561.981	27.057.664
Taxes, levies and duties payable	14	94.684.536
Provisions in pensions and labour-related obligations	68.796.363	80.820.798
Other current non financial liabilities	8.691.189	9.800.513
<b>TOTAL CURRENT LIABILITIES</b>	<b>1.189.925.245</b>	<b>1.691.462.937</b>
<b>NON CURRENT LIABILITIES</b>		
Other financial liabilities	1.781.282.116	1.167.729.581
Other provisions	41.904.736	26.828.095
Provisions in pensions and labour-related obligations	273.290.016	272.323.501
Other non financial assets	31.626.562	29.877.512
<b>TOTAL NON CURRENT LIABILITIES</b>	<b>2.137.593.115</b>	<b>1.496.758.689</b>
<b>TOTAL LIABILITIES</b>	<b>3.327.518.360</b>	<b>3.188.221.626</b>
<b>EQUITY</b>		
Issued capital	13.487.545	13.487.545
Emission premiums	190.553.196	190.553.196
Other reserves	236.340.012	197.441.861
Other comprehensive income	(63.760.862)	(63.822.077)
<i>Profit for the year</i>	309.484.179	542.879.556
<i>Usefulness of the period of the absorbed companies</i>	-	8.976.342
<i>Retained earnings</i>	123.965.715	137.478.826
<i>Lost retained</i>	(37.859.236)	(37.859.236)
<i>Retained earnings transition period IFRS</i>	31.681.781	31.681.781
<i>Income from conversion to IFRS</i>	1.789.210.510	1.789.210.510
<i>Equity effect business combination</i>	(263.850.751)	(263.850.751)
Accumulated earnings	1.952.632.198	2.208.517.028
<b>TOTAL EQUITY</b>	<b>2.329.252.089</b>	<b>2.546.177.553</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>5.656.770.449</b>	<b>5.734.399.179</b>

**CODENSA S.A E.S.P**  
**CONSOLIDATED INCOME STATEMENT**



(in thousands of Colombian pesos)

Income Statement	Six month period from January 1 to June 30,	
	2017	2016
<b>OPERATIONAL REVENUES</b>	<b>2.220.925.350</b>	<b>2.011.361.179</b>
Revenues from ordinary activities	2.213.686.226	2.005.569.205
Other revenues	7.239.124	5.791.974
<b>COST OF SALES</b>	<b>(1.244.259.496)</b>	<b>(1.152.318.020)</b>
<b>GROSS PROFIT</b>	<b>976.665.854</b>	<b>859.043.159</b>
Personnel expenses associated to projects	26.167.593	16.112.259
Personnel expenses	(93.939.368)	(76.082.432)
Other expenses	(145.726.976)	(124.938.673)
<b>EBITDA</b>	<b>763.167.103</b>	<b>674.134.313</b>
Depreciation and amortization	(148.849.039)	(124.512.070)
Recoveries	(7.095.568)	(2.986.346)
<b>EBIT</b>	<b>607.222.496</b>	<b>546.635.897</b>
<b>FINANCIAL, NET</b>	<b>(78.713.773)</b>	<b>(72.201.055)</b>
Financial revenues	14.293.048	13.023.384
Financial expenses	(91.162.692)	(84.964.679)
Exchange rate adjustments	(1.844.129)	(259.760)
Profits from other investments	164	5.022.046
Profits from the sale of properties, plant, and equipment	(2.925.691)	(3.038.115)
<b>PROFITS BEFORE TAXES</b>	<b>525.583.196</b>	<b>476.418.773</b>
Income Tax	(216.099.017)	(199.392.297)
<b>NET INCOME</b>	<b>309.484.179</b>	<b>277.026.476</b>

**CODENSA S.A E.S.P**  
**Cash Flow Statements**  
(in thousands of Colombian pesos)



Cash Flow Statements	Six month period from January 1 to June 30, 2017	
	2017	2016
<b>Operational Activities</b>		
Revenues from operational activities		
<i>Revenues from energy sales and other services</i>	2.207.562.336	1.833.434.031
<i>Other revenues from other services</i>	40.050.352	80.095.396
<i>Other revenues</i>	-	2.551.000
<i>Other charges for operating activities</i>	907.989.241	870.126.405
Expenses from operational activities		
<i>Operational expenses</i>	(1.481.761.625)	(1.263.854.478)
<i>Personnel expenses</i>	(86.182.034)	(74.011.276)
<i>Insurance expenses</i>	(3.567.878)	(6.412.376)
<i>Other expenses</i>	(862.957.795)	(880.090.302)
<b>Net cash provided by operational activities</b>		
Equity tax payment	(299.524.333)	(281.052.696)
Other revenues net	(40.393.191)	(34.496.680)
<b>Total net cash used in operational activities</b>	<b>381.215.073</b>	<b>246.289.024</b>
<b>Investment activities</b>		
Loans to related entities	(46.808.489)	-
Increase in properties, plant, and equipment	(348.350.476)	(340.014.830)
Payment from hedging activities (swaps) net	(266.763)	-
Charges from hedging activities (swaps) net	-	211.046
Charges to related entities	46.808.489	-
Interest	7.652.984	5.837.350
<b>Total net cash used in investment activities</b>	<b>(340.964.255)</b>	<b>(333.966.434)</b>
Retained earnings		
<b>Lost retained</b>		
<b>Retained earnings transition period IFRS</b>		
Dividends payment	(410.389.099)	(271.344.000)
Interest payment	(63.657.463)	(67.405.775)
Leasing payment	(1.120.773)	(764.305)
Loans	(511.391.303)	(200.000.000)
Reimbursement from Loans	730.000.000	417.000.000
<b>Total net cash used in financial activities</b>	<b>(256.558.638)</b>	<b>(122.514.080)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(216.307.820)</b>	<b>(210.191.490)</b>
Cash and cash equivalents at the beginning of the year	619.649.569	402.475.504
<b>Cash and cash equivalents at year end</b>	<b>403.341.749</b>	<b>192.284.014</b>