

**EMGESA S.A. E.S.P.****BALANCE SHEETS AS OF JUNE 30, 2012 AND DECEMBER 31, 2011**  
**(In thousands of pesos)**

<b>ASSETS</b>	<b>as of June 30, 2012</b>	<b>as of December 31, 2011</b>
<b>CURRENT ASSETS:</b>		
Available and Investments	\$ 224.219.431	\$ 511.652.031
Accounts receivable	478.760.524	278.095.693
Related companies	146.222.913	131.318.922
Inventories	55.505.790	39.538.483
Prepaid expenses	1.012.196	6.452.365
<b>Total current assets</b>	<b>905.720.854</b>	<b>967.057.494</b>
LONG-TERM INVESTMENTS	8.515.619	8.525.639
LONG-TERM RECEIVABLES	10.844.674	12.119.855
Related companies	968.126	768.272
Inventories	21.746.075	21.704.166
DEFERRED CHARGES, NET	107.785.779	83.894.126
Deferred Tax	69.744.017	71.960.342
INTANGIBLES, NET	52.602.084	53.364.193
PROPERTY, PLANT AND EQUIPMENT, NET	5.140.154.442	5.037.811.100
VALUATIONS	2.000.619.671	2.004.455.426
OTHER ASSETS	6.157.284	4.194.952
<b>Total assets</b>	<b>\$ 8.324.858.625</b>	<b>\$ 8.265.855.565</b>
MEMORANDUM ACCOUNTS	\$ 2.705.557.168	\$ 2.722.077.620
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>as of June 30, 2012</b>	<b>as of December 31, 2011</b>
<b>CURRENT LIABILITIES:</b>		
Financial obligations	\$ 64.975.513	\$ 425.724.861
Accounts payable	266.034.320	119.140.963
Related companies	341.910.949	93.312.924
labor-related and social security obligations	8.141.604	9.604.204
Pensions and fringe benefits	10.128.954	10.260.434
Accrued expenses	60.861.545	20.775.637
Taxes, levies and duties payable	179.890.417	154.434.546
Premium Unamortized bond issue	776.881	776.881
<b>Total current liabilities</b>	<b>932.720.183</b>	<b>834.030.450</b>
LONG TERM:		
Financial obligations	2.126.760.000	1.821.760.000
Pensions and fringe benefits	64.110.286	63.978.806
Premium Unamortized bond issue	1.230.064	1.618.505
Taxes, levies and duties payable	73.820.964	98.427.952
Income received in advance	1.767.733	1.754.520
Accrued expenses	3.417.418	1.224.185
<b>Total long-term liabilities</b>	<b>2.271.106.465</b>	<b>1.988.763.968</b>
<b>Total liabilities</b>	<b>3.203.826.648</b>	<b>2.822.794.418</b>
SHAREHOLDERS' EQUITY		
Paid-in capital	655.222.313	655.222.313
Premium in stock placement	113.255.816	113.255.816
Legal reserve	327.611.156	327.611.156
Occasional reserves	178.127	178.127
Equity revaluation	1.674.583.276	1.674.583.276
Surplus valuations	2.000.619.671	2.004.455.426
Net income for the period	349.561.618	667.755.033
<b>Total shareholders' equity</b>	<b>5.121.031.977</b>	<b>5.443.061.147</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 8.324.858.625</b>	<b>\$ 8.265.855.565</b>
MEMORANDUM ACCOUNTS	\$ 2.705.557.168	\$ 2.722.077.620

**EMGESA S.A. E.S.P.**

**INCOME STATEMENT  
FOR THE SIX-MONTH PERIOD ENDING JUNE 30, 2012 AND DECEMBER 31, 2011  
(in thousands of Colombian pesos)**

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	<b>as of June 30, 2012</b>	<b>as of December 31, 2011</b>
OPERATING INCOME	\$ 990.348.085	\$ 1.899.157.992
COST OF SALES	<u>(415.168.605)</u>	<u>(765.450.443)</u>
GROSS PROFIT	575.179.480	1.133.707.549
ADMINISTRATIVE EXPENSES	<u>(14.112.289)</u>	<u>(29.210.429)</u>
Operating income	<u>561.067.191</u>	<u>1.104.497.120</u>
INCOME (EXPENSES) NON-OPERATING:		
Financial expenses (income), Net	62.202.152	142.378.638
Miscellaneous, net	<u>473.075</u>	<u>6.931.662</u>
Non- Operating income (expenses)	<u>(61.729.077)</u>	<u>(135.446.976)</u>
INCOME BEFORE INCOME TAX	<u>499.338.114</u>	<u>969.050.144</u>
INCOME TAX	<u>(149.776.495)</u>	<u>(301.295.111)</u>
NET INCOME FOR THE PERIOD	<u>\$ 349.561.618</u>	<u>\$ 667.755.033</u>

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