

EMGESA S.A E.S.P
CONSOLIDATED BALANCE SHEET



(In thousands of pesos)

Assets	June 2016	December 2015
Current Assets		
Available and equivalents	361.565.766	299.393.415
Other current financial assets	12.575.735	13.385.123
Other current non financial assets	35.704.941	65.386.864
Accounts receivable, Net	284.748.456	327.639.405
Related companies	58.579.895	33.172.398
Inventories, Net	45.494.592	34.562.875
Current taxes relates asset	15.881	-
TOTAL CURRENT ASSETS	798.685.266	773.540.080
NON CURRENT ASSETS		
Other financial assets	6.569.710	2.740.235
Other non financial assets	4.988.643	4.864.712
Accounts receivable, Net	44.110.396	8.686.009
Intangible assets, net	92.575.348	90.260.095
Properties, plant and equipment	7.844.967.116	7.878.602.968
Deferred Taxes	69.302.901	81.315.707
TOTAL NON CURRENT ASSETS	8.062.514.113	8.066.469.726
TOTAL ASSETS	8.861.199.380	8.840.009.806
Liabilities and Equity		
CURRENT LIABILITIES		
Other current financial liabilities	753.411.052	606.511.273
Accounts payable	223.461.985	283.723.040
Related companies	496.791.745	200.338.829
Provisions	144.376.763	323.186.623
Taxes, levies and duties payable	10.979.838	127.729.270
Provisions in pensions and labour-related obligations	24.810.665	28.797.528
Other current non financial liabilities	3.780.225	3.824.724
TOTAL CURRENT LIABILITIES	1.657.612.273	1.574.111.287
NON CURRENT LIABILITIES		
Other financial liabilities	3.699.638.344	3.495.312.860
Other provisions	244.551.667	146.118.742
Provisions in pensions and labour-related obligations	71.873.121	66.110.357
TOTAL NON CURRENT LIABILITIES	4.016.063.132	3.707.541.959
TOTAL LIABILITIES	5.673.675.405	5.281.653.246
EQUITY		
Subscribed and paid capital	655.222.313	655.222.313
Premium for placement of shares	113.255.816	113.255.816
Other integral results	(3.784.351)	(5.001.313)
Retained earnings	1.918.544.500	2.368.769.966
<i>Net income for the period</i>	435.275.308	885.496.984
<i>Withheld profits</i>	10.612.688	10.612.688
<i>Adjustments due to IFRS adoption</i>	1.472.650.135	1.472.650.135
Other Reserves	504.266.180	426.094.825
Non control investments	19.517	14.953
TOTAL EQUITY	3.187.523.975	3.558.356.560
TOTAL LIABILITIES AND EQUITY	8.861.199.380	8.840.009.806

EMGESA S.A E.S.P
CONSOLIDATED INCOME STATEMENT

(in thousands of Colombian pesos)



Income Statement	Three month period from January 1 to June 30,	
	2016	2015
OPERATIONAL REVENUES	1.960.808.111	1.315.576.638
Revenues from ordinary activities	1.940.048.700	1.312.368.155
<i>Energy sales</i>	1.916.919.645	1.300.164.225
<i>Gas sales</i>	22.533.151	12.062.616
<i>Other services</i>	595.904	141.314
Other revenues	20.759.411	3.208.483
COST OF SALES	(776.584.254)	(396.670.522)
Energy purchases	(379.477.029)	(134.542.900)
Gas purchases	(21.521.759)	(11.963.370)
Liquid fuel consumption	(138.427.554)	(65.240.234)
Mobility costs	(160.354.835)	(128.989.762)
Related Taxes	(47.030.941)	(38.951.893)
Others	(29.772.135)	(16.982.363)
GROSS PROFIT	1.184.223.857	918.906.115
Personnel expenses associated to projects	1.126.051	11.200.526
Personnel expenses	(37.787.482)	(38.677.382)
Other expenses	(82.419.496)	(77.739.541)
EBITDA	1.065.142.930	813.689.719
Depreciation and amortization	(93.998.378)	(74.494.431)
Recoveries	(3.586.850)	819.785
EBIT	967.557.702	740.015.073
FINANCIAL, NET	(221.050.314)	(63.879.971)
Financial revenues	23.098.200	6.380.930
Financial expenses	(248.999.001)	(161.205.931)
Capitalized interest expense	2.297.352	90.668.855
Exchange rate adjustments	2.553.135	276.175
Profits from Subsidiaries accounted by equity participation	-	-
Profits from other investments	-	-
Profits from the sale of properties, plant, and equipment	(7.525.248)	-
PROFITS BEFORE TAXES	738.982.140	676.135.102
Income Tax	(303.665.220)	(247.144.019)
PROFITS AFTER TAXES	435.316.919	428.991.083
NET INCOME	435.316.919	428.991.083

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



Cash Flow Statements	Three month period from January 1 to June 30, 2016	Three month period from January 1 to June 30, 2015
Operational Activities		
Revenues from operational activities		
<i>Revenues from energy sales and other services</i>	2.034.205.923	1.257.520.374
<i>Other revenues</i>	46.054.567	8.575.218
Expenses from operational activities		
<i>Operational expenses</i>	884.307.601	383.161.749
<i>Personnel expenses</i>	35.447.744	34.787.528
<i>Insurance expenses</i>	26.001.460	18.354.007
Net cash provided by operational activities	1.134.503.685	829.792.307
Equity tax payment	405.336.437	429.203.079
Other revenues net	(77.497.623)	(71.902.728)
Total net cash used in operational activities	651.669.625	328.686.500
Investment activities		
Cash for control in subsidiaries and other business	(98.633)	77.464.998
Profits in the sale of properties or financial assets	-	-
Loans to related companies	-	-
Increase in properties, plant, and equipment	(179.247.586)	(413.090.671)
Advance payments	(33.425.930)	(18.102.125)
Charge to related companies	-	-
Revenues from hedging activities (swaps)	233.782	4.894.870
Revenues from financial investments	21.445.947	12.795.594
Others revenues from investment activities, net	-	-
Total net cash used in investment activities	(191.092.419)	(336.037.334)
Financial activities		
Cash for changes in ownership interests in subsidiaries that do not result in loss of control	100.399	-
Increase of financial obligations	525.000.000	415.067.286
Reimbursements for financial obligations	(144.000.000)	(330.000.000)
Declared Dividends	(515.104.586)	(687.630.140)
Interest payment	(253.804.720)	(191.013.080)
Others revenues from financial activities, net	(10.590.163)	(10.494.409)
Total net cash used in financial activities	(398.399.071)	(804.070.343)
Net increase in cash and cash equivalents before currency rate effects	62.178.134	(811.421.177)
Currency rate effects on cash flow	(5.785)	1.168
Net increase in cash and cash equivalents	62.172.350	(811.420.009)
Cash and cash equivalents at the beginning of the year	299.393.415	880.918.653
Cash and cash equivalents at year end	361.565.765	69.498.644