

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



(In thousands of pesos)

Assets	Nota	September 2018	December 2017
Current Assets			
Available and equivalents		369.811.670	563.999.875
Other current financial assets		175.277.591	60.701.499
Other current non financial assets		22.980.791	24.668.730
Accounts receivable, Net		351.458.402	274.644.719
Related companies		233.435	1.994.975
Inventories		66.188.208	50.761.757
Taxes		-	-
TOTAL CURRENT ASSETS		985.950.097	976.771.555
NON CURRENT ASSETS			
Other financial assets		2.145.335	3.266.532
Other non financial assets		10.336.406	7.413.298
Accounts receivable, Net		16.563.939	17.663.575
Intangible assets, net		74.818.897	74.331.075
Properties, plant and equipment		7.939.617.308	7.949.081.607
Deferred Taxes		5.294	6.498
TOTAL NON CURRENT ASSETS		8.043.487.179	8.051.762.585
TOTAL ASSETS		9.029.437.276	9.028.534.140
Liabilities and Equity			
CURRENT LIABILITIES			
Other current financial liabilities		698.304.667	462.582.103
Accounts payable		258.827.717	217.065.049
Related companies		411.619.966	156.792.322
Provisions		83.689.345	92.361.840
Taxes, levies and duties payable		120.697.771	161.326.968
Provisions in pensions and labour-related obligations		30.448.941	30.525.546
Other current non financial liabilities		66.076.210	81.510.422
TOTAL CURRENT LIABILITIES		1.669.664.617	1.202.164.250
NON CURRENT LIABILITIES			
Other financial liabilities		3.057.201.083	3.723.182.711
Other provisions		124.869.993	143.695.710
Provisions in pensions and labour-related obligations		74.875.126	77.059.947
Deferred tax liability		87.102.189	34.114.979
TOTAL NON CURRENT LIABILITIES		3.344.048.391	3.978.053.347
TOTAL LIABILITIES		5.013.713.008	5.180.217.597
EQUITY			
Issued capital		655.222.313	655.222.313
Emission premiums		113.255.816	113.255.816
Others integral results (ORI)		(18.310.131)	(20.716.160)
Accumulated earnings		2.698.771.122	2.530.928.567
<i>Profit for the year</i>		791.239.390	887.055.685
<i>Retained earnings</i>		437.338.249	171.221.545
<i>Income from conversion to IFRS</i>		1.470.193.483	1.472.651.337
Other reserves		566.750.628	569.595.764
Equity attributable to the owners of the parent company		4.015.689.748	3.848.286.300
Non control investments		34.520	30.243
TOTAL EQUITY		4.015.724.268	3.848.316.543
TOTAL LIABILITIES AND EQUITY		9.029.437.276	9.028.534.140

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



(in thousands of Colombian pesos)

Income Statement	Nota	Three month period from January 1 to September30	
		2018	2017
INCOME		2.751.062.500	2.534.587.732
ordinary activities income		2.702.685.967	2.514.256.536
Other operating income		48.376.533	20.331.196
COST OF SALES		(980.564.326)	(845.411.508)
GROSS PROFIT		1.770.498.174	1.689.176.224
Personnel expenses associated to projects		4.992.538	1.431.741
Personnel expenses		(67.715.186)	(60.026.844)
Other expenses		(83.233.719)	(95.161.982)
EBITDA		1.624.541.807	1.535.419.139
Depreciation and amortization		(160.950.547)	(160.237.719)
Recoveries		(2.426.080)	772.810
EBIT		1.461.165.180	1.375.954.230
FINANCIAL, NET		(226.727.266)	(257.878.874)
Financial revenues		17.292.310	20.155.193
Financial expenses		(248.961.560)	(282.145.180)
Capitalized interest expense		5.062.098	3.695.009
Exchange rate adjustments		(120.114)	416.104
Profits from other investments		-	(15.201)
Results in Asset Sales		(1.071.065)	(598.979)
PROFITS BEFORE TAXES		1.233.366.849	1.117.461.176
Income Tax		(442.123.165)	(434.996.161)
PROFITS AFTER TAXES		791.243.684	682.465.015
Gain (Loss) on Discontinued Operations, Net of Tax			
NET INCOME		791.243.684	682.465.015
Net income for the year attributable to:			
Profit for the year attributable to the owners of the parent company		791.243.684	682.465.015
Profit for the year attributable to non-controlling interests			
RESULT OF THE PERIOD		791.243.684	682.465.015
Non-controlling interests		(4.294)	(8.814)
NET INCOME		791.239.390	682.456.201

EMGESA S.A E.S.P

Cash Flow Statements

(in thousands of Colombian pesos)



Cash Flow Statements	Nota	Three month period from January 1 to September 30	
		2018	2017
Operational Activities			
Revenues from operational activities			
Revenues from energy sales and other services		2.710.245.966	2.501.567.608
Collection of royalties, fees, commissions and other income from ordinary activities		26.672.006	23.734.319
Charges derived from premiums and benefits, annuities and other benefits of policies subscribed		22.645.686	-
Classes of cash payments from operating activities			
Payments to suppliers for the supply of goods and services		(1.063.112.481)	(912.555.093)
Payments and / or on behalf of employees		(68.688.149)	(72.032.213)
Payments for premiums and benefits, annuities and other obligations derived from the policies subscribed		(20.204.399)	(20.445.048)
Other payments for operating activities		(7.975.013)	(55.026.592)
Taxes on profits reimbursed (paid)		(428.138.313)	(380.261.930)
Other Cash Outflows		(25.769.880)	(43.932.977)
Net cash flows from (used in) operating activities		1.145.675.423	1.041.048.074
Investment activities			
Cash flows used to gain control of subsidiaries			
Other charges for the sale of equity or debt instruments of other entities		(328.500.000)	-
Other payments to acquire equity or debt instruments of other entities		211.500.000	-
Loans to related entities		-	-
Purchases of property, plant and equipment		(210.862.635)	(244.155.908)
Advances of cash and loans granted to third parties		-	(91.000.000)
Payments arising from forward, forward, option and swap contracts		-	(1.076.304)
Interests received		13.218.692	13.823.315
Total net cash used in investment activities		(314.643.943)	(322.408.897)
Financial activities			
Amounts from loans		-	100.000.000
Repayment of loans		(397.199.998)	(320.333.333)
Payment of financial lease liabilities		(1.764.843)	(2.263.257)
Dividends paid		(368.279.108)	(402.129.753)
Interest paid		(254.518.075)	(297.406.981)
Others revenues from financial activities, net		(3.457.661)	-
Total net cash used in financial activities		(1.025.219.685)	(922.133.324)
Net increase in cash and cash equivalents before currency rate effects		(194.188.205)	(203.494.147)
Currency rate effects on cash flow			
Net increase in cash and cash equivalents		(194.188.205)	(203.494.147)
Cash and cash equivalents at the beginning of the year		563.999.875	620.637.751
Cash and cash equivalents at year end		369.811.670	417.143.604