

EMGESA S.A E.S.P AND ITS SUBSIDIARIES**Consolidated Balance Sheet**

As of September 30, 2020 and December 31, 2019

(In thousand pesos)



ASSETS	September 2020	December 2019
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CURRENT ASSETS

Net available and equivalents	735.230.619	287.544.909
Net other financial assets	15.532.162	13.471.927
Net other non-financial assets	25.121.186	24.118.654
Net commercial accounts receivable and other receivables	247.396.964	239.035.049
Net accounts receivable from related entities	3.016.674	182.940.465
Net Inventories	82.965.436	82.219.623
Income tax assets	56.662	10.006
TOTAL CURRENT ASSETS	1.109.319.703	829.340.633

NON CURRENT ASSETS

Net other financial assets	527.708	554.417
Net other non-financial assets	27.202.515	32.564.696
Net commercial accounts receivable and other receivables	12.556.246	12.315.176
Net intangible assets other than capital gains	103.080.596	106.999.707
Property, plant and equipment	8.103.574.277	8.138.458.413
Deferred tax assets	252.276	-
TOTAL NON CURRENT ASSETS	8.247.193.618	8.290.892.409

TOTAL ASSETS	9.356.513.321	9.120.233.042
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LIABILITIES AND EQUITY		
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CURRENT LIABILITIES

Financial liabilities	888.814.918	329.192.028
Commercial accounts payable and other payables	247.328.096	320.183.181
Accounts payable to related entities	587.541.967	227.557.833
Provisions	116.580.523	102.533.817
Income tax liabilities	246.330.558	207.188.045
Provisions for employee benefits	37.038.056	36.624.002
Other non-financial liabilities	64.548.197	60.932.027
TOTAL CURRENT LIABILITIES	2.188.182.315	1.284.210.933

NON CURRENT LIABILITIES

Financial liabilities	1.861.565.758	2.688.684.643
Provisions	180.442.405	147.259.379
Provisions for employee benefits	83.403.025	88.556.371
Net deferred tax	206.561.092	168.260.483
TOTAL NON CURRENT LIABILITIES	2.331.972.280	3.092.760.876

TOTAL LIABILITIES	4.520.154.595	4.376.971.809
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EQUITY

Issued capital	655.222.313	655.222.313
Issue premiums	113.255.816	113.255.816
Reserves	551.693.678	560.353.525
Other comprehensive income (OCI)	(25.143.987)	(31.398.646)
<i>Net income</i>	958.021.067	1.232.152.218
<i>Retained earnings</i>	1.113.058.151	743.412.486
<i>Earnings from CFRS conversion effect</i>	1.470.220.530	1.470.220.530
Accumulated earnings and profit	3.541.299.748	3.445.785.234
Equity attributable to owners of the parent company	4.836.327.568	4.743.218.242

Non-controlling interest	31.158	42.991
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TOTAL EQUITY	4.836.358.726	4.743.261.233
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TOTAL LIABILITIES AND EQUITY	9.356.513.321	9.120.233.042
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EMGESA S.A E.S.P AND ITS SUBSIDIARIES
Statement of Comprehensive Income, by Nature
 Nine-month period from January 1 to September 30, 2020 and 2019
 (In thousand of pesos)



Income Statement	Nine-month period from January 1 to September 30	
	2020	2019
Total revenues from ordinary activities and other operating revenues	3.228.018.061	3.065.152.482
Revenues from ordinary activities	3.223.570.216	3.043.411.205
Other operating revenues	4.447.845	21.741.277
PROVISIONING AND SERVICES	(1.132.319.150)	(1.105.548.005)
CONTRIBUTION MARGIN	2.095.698.911	1.959.604.477
Other work carried out by the entity and capitalized	6.637.739	7.054.807
Personnel expenses	(78.816.326)	(73.891.505)
Other fixed operating expenses	(118.487.375)	(93.323.895)
GROSS OPERATING PROFIT	1.905.032.949	1.799.443.884
Depreciations and amortisations	(182.300.128)	(176.439.562)
Impairment losses	253.214	14.973
OPERATING PROFIT	1.722.986.035	1.623.019.295
NET FINANCIAL EARNINGS	(224.171.558)	(205.236.933)
Financial revenues	15.053.177	14.933.472
Financial expenses	(243.743.790)	(227.705.683)
Capitalised financial expenses	7.081.071	10.615.139
Exchange difference	(2.562.016)	(3.079.861)
Earnings from other investments	10.976	3.961
Earnings from sale of assets	(1.873.742)	(870.038)
EARNINGS BEFORE TAXES	1.496.951.711	1.416.916.285
Income tax expense	(538.931.502)	(458.675.645)
NET INCOME	958.020.209	958.240.640
Non-controlling interest	858	(100)
NET INCOME	958.021.067	958.240.540

EMGESA S.A E.S.P AND ITS SUBSIDIARIES
Statement of Cash Flows, Direct Method

Nine-month period from January 1 to September 30, 2020 and 2019

(In thousand of pesos)



Statement of Cash Flows, Direct Method	Nine-month period from January 1 to September 30	
	2020	2019
Cash flows from operating activities		
Types of collections by operating activity		
<i>Collections from sales of goods and services</i>	3.409.794.138	3.014.783.260
<i>Collections from royalties, fees, commissions and other revenues from ordinary activities</i>	16.021.725	7.050.826
<i>Collections from bonuses and compensations, annuities and other benefits from subscribed policies</i>	-	16.010.050
Types of cash payments from operating activities		
<i>Payments to vendors for supply of goods and services</i>	(1.227.015.390)	(1.225.712.144)
<i>Payments to and on behalf of employees</i>	(74.557.525)	(73.996.632)
<i>Payments of bonuses and compensations, annuities and other obligations from subscribed policies</i>	(23.983.502)	(22.554.752)
<i>Other payments for operating activities</i>	(6.803.924)	(7.475.468)
Net cash flows from operating activities	2.093.455.522	1.708.105.140
Paid income taxes	(508.463.446)	(442.548.564)
Other cash outflows	(41.452.792)	(31.527.718)
Net cash flows from operating activities	1.543.539.284	1.234.028.858
Other payments to acquire equity or debt instruments from other entities	-	(136.000.000)
Other collections from the sale of equity or debt instruments from other entities	-	69.400.000
Loans to related entities	(80.000.000)	-
Purchase of property, plant and equipment	(255.418.119)	(249.255.686)
Collections from related entities	172.658.471	81.000.000
Interest received from investment activities	11.163.062	11.040.883
Net cash flows used in investment activities	(151.596.586)	(223.814.803)
Net Cash flows used in financing activities		
Loan payments	(241.070.000)	(611.900.000)
Dividends paid to shareholders	(511.001.466)	(429.065.759)
Interest paid financing	(185.200.398)	(218.129.845)
Payments of finance lease liabilities	(621.501)	(1.008.664)
Payments of liabilities for leases (IFRS 16)	(4.039.442)	(2.799.277)
Other cash outflows financing	(2.324.181)	(171.350)
Net cash flows used in financing activities	(944.256.988)	(1.263.074.895)
Net increase (decrease) in cash and cash equivalents	447.685.710	(252.860.840)
Cash and cash equivalents initial balance	287.544.909	642.057.649
Cash and cash equivalents final balance	735.230.619	389.196.809