

EMGESA S.A E.S.P**Non-consolidated Balance Sheet**

As of June 30, 2020 and December 31, 2019

(In thousand pesos)



ASSETS	June 2020	December 2019
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CURRENT ASSETS

Net available and equivalents	306.156.371	283.674.744
Net other financial assets	17.743.691	13.471.927
Net other non-financial assets	35.933.731	24.096.655
Net commercial accounts receivable and other receivables	148.386.383	239.008.801
Net accounts receivable from related entities	4.333.321	183.358.252
Net Inventories	75.917.779	82.219.623
TOTAL CURRENT ASSETS	588.471.276	825.830.002

NON CURRENT ASSETS

Net other financial assets	537.642	554.417
Net other non-financial assets	28.886.783	32.179.900
Net commercial accounts receivable and other receivables	12.272.436	12.315.176
Investments in subsidiaries, joint ventures and associates	8.454.599	9.150.247
Net intangible assets other than capital gains	99.432.815	106.535.547
Property, plant and equipment	8.092.815.859	8.130.921.628
TOTAL NON CURRENT ASSETS	8.242.400.134	8.291.656.915

TOTAL ASSETS	8.830.871.410	9.117.486.917
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LIABILITIES AND EQUITY		
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CURRENT LIABILITIES

Financial liabilities	788.112.618	329.192.028
Commercial accounts payable and other payables	241.778.468	318.614.392
Accounts payable to related entities	575.364.765	226.662.717
Provisions	88.248.977	102.533.817
Income tax liabilities	25.567.823	207.188.045
Other non-financial liabilities	90.315.655	60.697.643
Provisions for employee benefits	33.334.089	36.624.002
TOTAL CURRENT LIABILITIES	1.842.722.395	1.281.512.644

NON CURRENT LIABILITIES

Financial liabilities	1.951.379.353	2.688.684.643
Provisions	155.011.182	147.259.379
Provisions for employee benefits	88.567.740	88.556.371
Net deferred tax	198.946.848	168.255.638
TOTAL NON CURRENT LIABILITIES	2.393.905.123	3.092.756.031
TOTAL LIABILITIES	4.236.627.518	4.374.268.675

EQUITY

Issued capital	655.222.313	655.222.313
Issue premiums	113.255.816	113.255.816
Other reserves	551.693.678	560.353.525
Other comprehensive income (OCI)	(28.427.951)	(31.398.646)
<i>Net income</i>	719.221.355	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	3.302.500.036	3.445.785.234

TOTAL EQUITY	4.594.243.892	4.743.218.242
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TOTAL LIABILITIES AND EQUITY	8.830.871.410	9.117.486.917
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EMGESA S.A E.S.P**Income Statement, by Nature - Separate**

Six-month period from January 1 to June 30, 2020 and 2019

(In thousand of pesos)



Income Statement	Six-month period from January 1 to June 30	
	2020	2019
Total revenues from ordinary activities and other operating revenues	2.137.230.985	1.951.869.005
Revenues from ordinary activities	2.136.607.320	1.932.017.041
Other operating revenues	623.665	19.851.964
PROVISIONING AND SERVICES	(754.742.196)	(681.860.443)
CONTRIBUTION MARGIN	1.382.488.789	1.270.008.562
Other work carried out by the entity and capitalized	3.754.046	4.098.497
Personnel expenses	(51.743.063)	(47.762.537)
Other fixed operating expenses	(62.801.817)	(61.151.176)
GROSS OPERATING PROFIT	1.271.697.955	1.165.193.346
Depreciations and amortisations	(119.516.141)	(116.927.668)
Impairment recoveries	418.988	1.173.878
OPERATING PROFIT	1.152.600.802	1.049.439.556
NET FINANCIAL EARNINGS	(110.597.014)	(133.301.047)
Financial revenues	11.081.201	9.395.098
Financial expenses	(125.600.506)	(150.043.123)
Capitalised financial expenses	5.999.854	6.937.000
Exchange difference	(2.077.563)	409.978
Earnings from other investments	(695.647)	47.100
Earnings from sale of assets	(283.566)	(364.986)
EARNINGS BEFORE TAXES	1.041.024.575	915.820.623
Income tax expense	(321.803.220)	(295.317.313)
NET INCOME	719.221.355	620.503.310

Statement of Cash Flows, Direct Method	Six-month period from January 1 to June 30	
	2020	2019
Cash flows from operating activities		
Types of collections by operating activity		
<i>Collections from sales of goods and services</i>	2.339.970.344	2.069.161.543
<i>Collections from royalties, fees, commissions and other revenues from ordinary activities</i>	8.704.006	4.712.972
<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>	(748.762.879)	(800.576.810)
<i>Payments to and on behalf of employees</i>	(52.973.273)	(52.652.191)
<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>	(5.992.524)	(6.537.751)
Net cash flows from operating activities	1.516.962.172	1.207.563.061
Paid income taxes	(468.004.155)	(402.323.977)
Other cash outflows	(35.089.080)	(23.001.830)
Net cash flows from operating activities	1.013.868.937	782.237.254
Other payments to acquire equity or debt instruments from other entities	-	(90.000.000)
Other collections from the sale of equity or debt instruments from other entities	-	69.400.000
Purchase of property, plant and equipment	(188.177.073)	(161.564.630)
Collections from related entities	92.658.471	81.000.000
Interest received from investment activities	8.833.295	8.061.600
Net cash flows used in investment activities	(86.685.307)	(93.103.030)
Net Cash flows used in financing activities		
Amounts from loans	55.670.291	-
Loan payments	(291.788.325)	(409.930.000)
Dividends paid to shareholders	(511.001.466)	(429.065.759)
Interest paid financing	(151.769.408)	(168.335.851)
Payments of finance lease liabilities	(557.288)	(2.487.179)
Payments of liabilities for leases (IFRS 16)	(2.514.403)	-
Other cash outflows financing	(2.741.404)	(2.780.909)
Net cash flows used in financing activities	(904.702.003)	(1.012.599.698)
Net increase (decrease) in cash and cash equivalents	22.481.627	(323.465.474)
Cash and cash equivalents initial balance	283.674.744	634.767.165
Cash and cash equivalents final balance	306.156.371	311.301.691