

EMGESA S.A E.S.P**Non-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	733.774.495	283.674.744
Net other financial assets	15.532.162	13.471.927
Net other non-financial assets	25.081.322	24.096.655
Net commercial accounts receivable and other receivables	247.383.303	239.008.801
Net accounts receivable from related entities	3.081.532	183.358.252
Net Inventories	82.965.436	82.219.623
TOTAL CURRENT ASSETS	1.107.818.250	825.830.002

NON CURRENT ASSETS

Net other financial assets	527.708	554.417
Net other non-financial assets	27.202.515	32.179.900
Net commercial accounts receivable and other receivables	12.556.246	12.315.176
Investments in subsidiaries, joint ventures and associates	8.549.578	9.150.247
Net intangible assets other than capital gains	96.379.423	106.535.547
Property, plant and equipment	8.103.529.416	8.130.921.628
TOTAL NON CURRENT ASSETS	8.248.744.886	8.291.656.915

TOTAL ASSETS	9.356.563.136	9.117.486.917
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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	246.785.491	318.614.392
Accounts payable to related entities	588.184.352	226.662.717
Provisions	116.580.523	102.533.817
Income tax liabilities	246.330.558	207.188.045
Other non-financial liabilities	64.529.390	60.697.643
Provisions for employee benefits	37.038.056	36.624.002
TOTAL CURRENT LIABILITIES	2.188.263.288	1.281.512.644

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	168.255.638
TOTAL NON CURRENT LIABILITIES	2.331.972.280	3.092.756.031
TOTAL LIABILITIES	4.520.235.568	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)	(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

TOTAL EQUITY	4.836.327.568	4.743.218.242
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TOTAL LIABILITIES AND EQUITY	9.356.563.136	9.117.486.917
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EMGESA S.A E.S.P**Income Statement, by Nature - Separate**

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	3.228.018.433	3.065.179.807
Revenues from ordinary activities	3.223.570.216	3.043.411.205
Other operating revenues	4.448.217	21.768.602
PROVISIONING AND SERVICES	(1.133.394.832)	(1.106.030.109)
CONTRIBUTION MARGIN	2.094.623.601	1.959.149.698
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	(118.260.974)	(93.144.591)
GROSS OPERATING PROFIT	1.904.184.040	1.799.168.409
Depreciations and amortisations	(181.839.044)	(176.296.192)
Impairment recoveries	255.909	14.973
OPERATING PROFIT	1.722.600.905	1.622.887.190
NET FINANCIAL EARNINGS	(224.105.569)	(205.206.012)
Financial revenues	15.032.443	14.884.552
Financial expenses	(243.731.763)	(227.695.520)
Capitalised financial expenses	7.081.071	10.615.139
Exchange difference	(2.487.320)	(3.010.183)
Earnings from other investments	(600.669)	70.674
Earnings from sale of assets	(696.085)	(870.038)
EARNINGS BEFORE TAXES	1.497.198.582	1.416.881.814
Income tax expense	(539.177.515)	(458.641.274)
NET INCOME	958.021.067	958.240.540

Statement of Cash Flows, Direct Method - Separate

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>	3.409.033.154	3.013.523.950
<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>	(1.223.853.761)	(1.222.325.523)
<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	2.095.856.167	1.710.232.451
Paid income taxes	(508.463.446)	(442.548.564)
Other cash outflows	(41.439.396)	(31.370.197)
Net cash flows from operating activities	1.545.953.325	1.236.313.690
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	450.099.751	(250.576.008)
Cash and cash equivalents initial balance	283.674.744	634.767.165
Cash and cash equivalents final balance	733.774.495	384.191.157