

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

As of June 30, 2021 and December 31, 2020

(In thousand pesos)



<b>ASSETS</b>	<b>June 2021</b>	<b>December 2020</b>
<b>CURRENT ASSETS</b>		
Net available and equivalents	452.147.561	819.735.786
Net other financial assets	15.705.376	14.934.264
Net other non-financial assets	40.886.092	43.338.273
Net commercial accounts receivable and other receivables	229.723.367	227.826.186
Net accounts receivable from related entities	3.422.495	3.169.422
Net Inventories	116.126.311	102.199.837
Income tax asset	6.704.731	-
<b>TOTAL CURRENT ASSETS</b>	<b>864.715.933</b>	<b>1.211.203.768</b>
<b>NON CURRENT ASSETS</b>		
Net other financial assets	498.904	517.050
Net other non-financial assets	33.396.547	28.668.245
Net commercial accounts receivable and other receivables	13.241.924	13.767.293
Investments in subsidiaries	9.427.379	8.555.631
Net intangible assets other than capital gains	99.226.215	103.047.880
Net Property, plant and equipment	8.077.120.988	8.128.422.830
<b>TOTAL NON CURRENT ASSETS</b>	<b>8.232.911.957</b>	<b>8.282.978.929</b>
<b>TOTAL ASSETS</b>	<b>9.097.627.890</b>	<b>9.494.182.697</b>
<b>LIABILITIES AND EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Financial liabilities	761.016.783	906.950.399
Commercial accounts payable and other payables	259.356.887	314.751.725
Accounts payable to related entities	627.375.113	265.747.118
Provisions	65.263.948	99.567.986
Income tax liabilities	-	241.244.328
Provisions for employee benefits	138.887.958	38.215.623
Other non-financial liabilities	35.243.958	93.341.192
<b>TOTAL CURRENT LIABILITIES</b>	<b>1.887.144.647</b>	<b>1.959.818.371</b>
<b>NON CURRENT LIABILITIES</b>		
Financial liabilities	1.857.934.362	1.858.512.467
Provisions	205.290.056	212.052.096
Provisions for employee benefits	77.166.697	90.438.803
Net deferred tax	249.602.847	217.924.275
<b>TOTAL NON CURRENT LIABILITIES</b>	<b>2.389.993.962</b>	<b>2.378.927.641</b>
<b>TOTAL LIABILITIES</b>	<b>4.277.138.609</b>	<b>4.338.746.012</b>

**EQUITY**

Issued capital	655.222.313	655.222.313
Issue premiums	113.255.816	113.255.816
Reserves	542.975.682	551.693.678
Other comprehensive income (OCI)	(21.248.374)	(31.165.913)
<i>Net income</i>	818.689.952	1.283.152.110
<i>Retained earnings</i>	1.241.373.362	1.113.058.151
<i>Earnings from CFRS conversion effect</i>	1.470.220.530	1.470.220.530
Accumulated earnings and profit	3.530.283.844	3.866.430.791

<b>TOTAL EQUITY</b>	<b>4.820.489.281</b>	<b>5.155.436.685</b>
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<b>TOTAL LIABILITIES AND EQUITY</b>	<b>9.097.627.890</b>	<b>9.494.182.697</b>
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**EMGESA S.A E.S.P****Income Statement, by Nature - Separate**

Six-month period from January 1 to June 30, 2021 and 2020

(In thousand of pesos)



Income Statement	Six-month period from January 1 to June 30	
	2021	2020
<b>Total revenues from ordinary activities and other operating revenues</b>	<b>2.164.804.072</b>	<b>2.137.230.985</b>
Revenues from ordinary activities	2.148.435.315	2.136.607.320
Other operating revenues	16.368.757	623.665
<b>PROVISIONING AND SERVICES</b>	<b>(692.340.485)</b>	<b>(754.742.196)</b>
<b>CONTRIBUTION MARGIN</b>	<b>1.472.463.587</b>	<b>1.382.488.789</b>
Other work carried out by the entity and capitalized	4.608.623	3.754.046
Personnel expenses	(54.598.339)	(51.743.063)
Other fixed operating expenses	(64.424.809)	(62.801.817)
<b>GROSS OPERATING PROFIT</b>	<b>1.358.049.062</b>	<b>1.271.697.955</b>
Depreciations and amortisations	(122.199.972)	(119.516.141)
Financial and non-financial recovery (losses)	(105.464)	418.988
<b>OPERATING PROFIT</b>	<b>1.235.743.626</b>	<b>1.152.600.802</b>
<b>NET FINANCIAL EARNINGS</b>	<b>(75.022.632)</b>	<b>(110.597.014)</b>
Financial revenues	5.461.642	11.081.201
Financial expenses	(77.385.846)	(119.600.652)
Net Exchange difference	(3.098.428)	(2.077.563)
Earnings of Companies Accounted for by the Equity Method	871.748	(695.647)
Earnings from sale of assets	(279.321)	(283.566)
<b>EARNINGS BEFORE TAXES</b>	<b>1.161.313.421</b>	<b>1.041.024.575</b>
Income tax expense	(342.623.469)	(321.803.220)
<b>NET INCOME</b>	<b>818.689.952</b>	<b>719.221.355</b>

## Statement of Cash Flows, Direct Method - Separate

Six-month period from January 1 to June 30, 2021 and 2020

(In thousand of pesos)



Statement of Cash Flows, Direct Method	Six-month period from January 1 to June 30	
	2021	2020
<b>Cash flows from operating activities</b>		
<b>Types of collections by operating activity</b>		
<i>Collections from sales of goods and services</i>	2.228.037.721	2.339.970.344
<i>Collections from royalties, fees, commissions and other revenues from ordinary activities</i>	34.749.964	8.704.006
<b>Types of cash payments from operating activities</b>		
<i>Payments to vendors for supply of goods and services</i>	(755.907.637)	(748.762.879)
<i>Payments to and on behalf of employees</i>	(55.825.433)	(52.973.273)
<i>Payments of bonuses and compensations, annuities and other obligations from subscribed policies</i>	(25.259.609)	(23.983.502)
<i>Other payments for operating activities</i>	(6.979.706)	(5.992.524)
<b>Net cash flows from operating activities</b>	<b>1.418.815.300</b>	<b>1.516.962.172</b>
Paid income taxes	(572.289.568)	(468.004.155)
Other cash outflows	(21.604.961)	(35.089.080)
<b>Net cash flows from operating activities</b>	<b>824.920.771</b>	<b>1.013.868.937</b>
<b>Cash flows used in investment activities</b>		
Purchase of property, plant and equipment	(170.360.898)	(188.177.073)
Collections from related entities	-	92.658.471
Interest received from investment activities	3.297.901	8.833.295
<b>Net cash flows used in investment activities</b>	<b>(167.062.997)</b>	<b>(86.685.307)</b>
<b>Net Cash flows used in financing activities</b>		
Amounts from loans	650.000.000	55.670.291
Loans to related entities	45.000.000	-
Loans reimbursement	(736.760.000)	(291.788.325)
Dividends paid to shareholders	(801.373.251)	(511.001.466)
Interest paid financing	(132.136.932)	(151.769.408)
Interest paid of lease liabilities (IFRS 16)	(230.246)	-
Payments of finance lease liabilities	(48.398)	(557.288)
Payments of liabilities for leases (IFRS 16)	(3.103.287)	(2.514.403)
Loan payments to related entities	(45.000.000)	-
Other cash outflows financing	(1.793.885)	(2.741.404)
<b>Net cash flows used in financing activities</b>	<b>(1.025.445.999)</b>	<b>(904.702.003)</b>
<b>Decrease in cash and cash equivalents</b>	<b>(367.588.225)</b>	<b>22.481.627</b>
Cash and cash equivalents initial balance	819.735.786	283.674.744
<b>Cash and cash equivalents final balance</b>	<b>452.147.561</b>	<b>306.156.371</b>