

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

As of September 30, 2021 and December 31, 2020

(In thousand pesos)



ASSETS	September 2021	December 2020
---------------	---------------------------	--------------------------

CURRENT ASSETS

Net available and equivalents	381.270.430	819.735.786
Net other financial assets	9.655.833	14.934.264
Net other non-financial assets	55.609.144	43.338.273
Net commercial accounts receivable and other receivables	280.563.325	227.826.186
Net accounts receivable from related entities	12.996.434	3.169.422
Net Inventories	109.955.570	102.199.837
TOTAL CURRENT ASSETS	850.050.736	1.211.203.768

NON CURRENT ASSETS

Net other financial assets	489.362	517.050
Net other non-financial assets	28.885.439	28.668.245
Net commercial accounts receivable and other receivables	14.165.884	13.767.293
Investments in subsidiaries	9.503.228	8.555.631
Net intangible assets other than capital gains	97.236.919	103.047.880
Net Property, plant and equipment	8.083.780.535	8.128.422.830
TOTAL NON CURRENT ASSETS	8.234.061.367	8.282.978.929

TOTAL ASSETS	9.084.112.103	9.494.182.697
---------------------	----------------------	----------------------

LIABILITIES AND EQUITY		
-------------------------------	--	--

CURRENT LIABILITIES

Financial liabilities	985.529.797	906.950.399
Commercial accounts payable and other payables	249.461.309	314.751.725
Accounts payable to related entities	658.420.052	265.747.118
Provisions	69.541.521	99.567.986
Income tax liabilities	136.457.080	241.244.328
Provisions for employee benefits	37.338.046	38.215.623
Other non-financial liabilities	145.985.211	93.341.192
TOTAL CURRENT LIABILITIES	2.282.733.016	1.959.818.371

NON CURRENT LIABILITIES

Financial liabilities	1.582.698.691	1.858.512.467
Provisions	202.676.492	212.052.096
Provisions for employee benefits	76.387.804	90.438.803
Net deferred tax	305.682.750	217.924.275
TOTAL NON CURRENT LIABILITIES	2.167.445.737	2.378.927.641
TOTAL LIABILITIES	4.450.178.753	4.338.746.012

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)	(23.819.409)	(31.165.913)
<i>Net income</i>	1.250.187.130	1.283.152.110
<i>Retained earnings</i>	615.482.071	1.113.058.151
<i>Earnings from CFRS conversion effect</i>	1.480.629.747	1.470.220.530
Accumulated earnings and profit	3.346.298.948	3.866.430.791

TOTAL EQUITY	4.633.933.350	5.155.436.685
---------------------	----------------------	----------------------

TOTAL LIABILITIES AND EQUITY	9.084.112.103	9.494.182.697
-------------------------------------	----------------------	----------------------

EMGESA S.A E.S.P**Income Statement, by Nature - Separate**

Nine-month period from January 1 to September 30, 2021 and 2020

(In thousand of pesos)



Income Statement	Nine-month period from January 1 to September 30	
	2021	2020
Total revenues from ordinary activities and other operating revenues	3.437.355.707	3.228.018.433
Revenues from ordinary activities	3.424.608.987	3.223.570.216
Other operating revenues	12.746.720	4.448.217
PROVISIONING AND SERVICES	(1.101.654.179)	(1.133.394.832)
CONTRIBUTION MARGIN	2.335.701.528	2.094.623.601
Other work carried out by the entity and capitalized	7.343.989	6.637.739
Personnel expenses	(78.947.111)	(78.816.326)
Other fixed operating expenses	(99.921.167)	(118.260.974)
GROSS OPERATING PROFIT	2.164.177.239	1.904.184.040
Depreciations and amortisations	(184.118.418)	(181.839.044)
Financial and non-financial recovery (losses)	(4.151.151)	255.909
OPERATING PROFIT	1.975.907.670	1.722.600.905
NET FINANCIAL EARNINGS	(126.342.032)	(224.105.569)
Financial revenues	7.464.156	15.032.443
Financial expenses	(129.710.102)	(236.650.692)
Net Exchange difference	(4.096.086)	(2.487.320)
Earnings of Companies Accounted for by the Equity Method	947.597	(600.669)
Earnings from sale of assets	(739.391)	(696.085)
EARNINGS BEFORE TAXES	1.849.773.844	1.497.198.582
Income tax expense	(599.586.714)	(539.177.515)
NET INCOME	1.250.187.130	958.021.067

Statement of Cash Flows, Direct Method - Separate

Nine-month period from January 1 to September 30, 2021 and 2020

(In thousand of pesos)



Statement of Cash Flows, Direct Method	Nine-month period from January 1 to September 30	
	2021	2020
Cash flows from operating activities		
Types of collections by operating activity		
<i>Collections from sales of goods and services</i>	3.464.053.031	3.409.033.154
<i>Collections from royalties, fees, commissions and other revenues from ordinary activities</i>	66.023.630	16.021.725
Types of cash payments from operating activities		
<i>Payments to vendors for supply of goods and services</i>	(1.186.080.414)	(1.223.853.761)
<i>Payments to and on behalf of employees</i>	(81.018.620)	(74.557.525)
<i>Payments of bonuses and compensations, annuities and other obligations from subscribed policies</i>	(25.458.585)	(23.983.502)
<i>Other payments for operating activities</i>	(7.938.810)	(6.803.924)
Net cash flows from operating activities	2.229.580.232	2.095.856.167
Paid income taxes	(622.046.676)	(508.463.446)
Other cash outflows	(31.121.553)	(41.439.396)
Net cash flows from operating activities	1.576.412.003	1.545.953.325
Cash flows used in investment activities		
Loans to related entities	-	(80.000.000)
Purchase of property, plant and equipment	(237.598.254)	(255.418.119)
Collections from related entities	-	172.658.471
Interest received from investment activities	4.516.392	11.163.062
Net cash flows used in investment activities	(233.081.862)	(151.596.586)
Net Cash flows used in financing activities		
Amounts from loans	650.000.000	-
Loans to related entities	45.000.000	-
Loans reimbursement	(870.865.658)	(241.070.000)
Dividends paid to shareholders	(1.378.959.115)	(511.001.466)
Interest paid financing	(133.117.234)	(185.200.398)
Interest paid of operating lease liabilities (IFRS 16)	(306.622)	-
Payments of finance lease liabilities	(48.398)	(621.501)
Payments of liabilities for leases (IFRS 16)	(4.679.009)	(4.039.442)
Loan payments to related entities	(45.000.000)	-
Other cash outflows financing	(43.819.461)	(2.324.181)
Net cash flows used in financing activities	(1.781.795.497)	(944.256.988)
Decrease in cash and cash equivalents	(438.465.356)	450.099.751
Cash and cash equivalents initial balance	819.735.786	283.674.744
Cash and cash equivalents final balance	381.270.430	733.774.495