

**EMGESA S.A E.S.P**  
**NONCONSOLIDATED BALANCE SHEET**



(In thousands of pesos)

Assets		December 2015	December 2014
<b>Current Assets</b>			
Available and equivalents		299.178.512	880.729.362
Other current financial assets		13.385.123	89.994.484
Other current non financial assets		65.346.385	33.298.979
Accounts receivable, Net		327.623.902	209.589.604
Related companies		33.292.945	31.204.489
Inventories, Net		34.562.875	48.417.669
Taxes			
<b>TOTAL CURRENT ASSETS</b>		<b>773.389.742</b>	<b>1.293.234.587</b>
<b>NON CURRENT ASSETS</b>			
Other financial assets		2.740.235	4.593.316
Other non financial assets		4.864.712	4.220.180
Accounts receivable, Net		8.686.009	8.542.695
Related companies		1.005.483	939.996
Investments in subsidiaries		52.079	52.079
Intangible assets, net		89.619.113	89.384.257
Properties, plant and equipment		7.878.232.087	6.698.351.513
Deferred Taxes		81.286.227	185.959.545
<b>TOTAL NON CURRENT ASSETS</b>		<b>8.066.485.945</b>	<b>6.992.043.581</b>
<b>TOTAL ASSETS</b>		<b>8.839.875.687</b>	<b>8.285.278.168</b>
<b>Liabilities and Equity</b>			
<b>CURRENT LIABILITIES</b>			
Other current financial liabilities		606.511.273	356.559.115
Accounts payable		283.625.592	216.696.027
Related companies		200.534.242	1.055.175.463
Provisions		323.186.623	94.427.899
Taxes, levies and duties payable		127.741.635	217.051.723
Provisions in pensions and labour-related obligations		28.797.528	27.088.083
Other current non financial liabilities		3.824.724	2.096.059
<b>TOTAL CURRENT LIABILITIES</b>		<b>1.574.221.617</b>	<b>1.969.094.369</b>
<b>NON CURRENT LIABILITIES</b>			
Other financial liabilities		3.495.312.860	3.384.846.660
Other provisions		146.118.742	2.125.192
Provisions in pensions and labour-related obligations		66.110.357	67.550.495
<b>TOTAL NON CURRENT LIABILITIES</b>		<b>3.707.541.959</b>	<b>3.454.522.347</b>
<b>TOTAL LIABILITIES</b>		<b>5.281.763.576</b>	<b>5.423.616.716</b>
<b>EQUITY</b>			
Subscribed and paid capital		655.222.313	655.222.313
Premium for placement of shares		113.255.816	113.255.816
Retained earnings		2.368.543.370	1.769.310.289
<i>Net income for the period</i>		885.455.396	1.015.944.575
<i>Adjustments due to IFRS adoption</i>		1.472.678.760	1.472.678.760
<i>Other retained</i>		10.409.214	(2.782)
Other Integral Result		(5.001.313)	(3.916.250)
Other Reserves		426.091.925	327.789.284
<b>TOTAL EQUITY</b>		<b>3.558.112.111</b>	<b>2.861.661.452</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>8.839.875.687</b>	<b>8.285.278.168</b>

**EMGESA S.A E.S.P**  
**NONCONSOLIDATED INCOME STATEMENT**



(in thousands of Colombian pesos)

Income Statement	Twelve month period from January 1 to December 31st,	Twelve month period from January 1 to December 31st,
	2015	2014
<b>OPERATIONAL REVENUES</b>	<b>3.268.277.102</b>	<b>2.640.020.864</b>
Revenues from ordinary activities	3.229.679.875	2.607.574.794
Other revenues	38.597.227	32.446.070
<b>COST OF SALES</b>	<b>(1.349.939.012)</b>	<b>(772.538.492)</b>
<b>GROSS PROFIT</b>	<b>1.918.338.090</b>	<b>1.867.482.372</b>
Personnel expenses associated to projects	22.430.427	20.195.741
Personnel expenses	(87.474.568)	(71.360.851)
Other expenses	(127.864.488)	(85.514.964)
<b>EBITDA</b>	<b>1.725.429.461</b>	<b>1.730.802.298</b>
Depreciation and amortization	(164.128.497)	(152.669.338)
Recoveries	(457.493)	(2.760.070)
<b>EBIT</b>	<b>1.560.843.471</b>	<b>1.575.372.890</b>
<b>FINANCIAL, NET</b>	<b>(167.332.400)</b>	<b>(121.182.666)</b>
Financial revenues	13.938.751	39.876.212
Financial expenses	(353.990.870)	(297.450.436)
Capitalized interest expense	168.974.389	140.212.690
Exchange rate adjustments	3.745.330	(3.821.132)
Profits from Subsidiaries accounted by equity participation		
Profits from other investments		
Profits from the sale of properties, plant, and equipment	(463.032)	259.953
<b>PROFITS BEFORE TAXES</b>	<b>1.393.048.039</b>	<b>1.454.450.177</b>
Income Tax	(507.592.644)	(438.505.602)
<b>PROFITS AFTER TAXES</b>	<b>885.455.395</b>	<b>1.015.944.575</b>
<b>NET INCOME</b>	<b>885.455.395</b>	<b>1.015.944.575</b>

**EMGESA S.A E.S.P**  
**Cash Flow Statements**  
(in thousands of Colombian pesos)



Cash Flow Statements	Twelve month period from January 1 to December 31st,	Twelve month period from January 1 to December 31st,
	2015	2014
<b>Operational Activities</b>		
Revenues from operational activities		
<i>Revenues from energy sales and other services</i>	3.084.972.462	2.633.433.130
<i>Other revenues</i>	23.661.166	15.699.178
Expenses from operational activities		
<i>Operational expenses</i>	(1.286.075.688)	(794.064.371)
<i>Personnel expenses</i>	(82.971.047)	(74.150.377)
<i>Insurance expenses</i>	(18.354.007)	(15.710.834)
<b>Net cash provided by operational activities</b>		
Equity tax payment	(483.353.006)	(351.080.431)
Other revenues net	(145.053.431)	(144.494.716)
<b>Total net cash used in operational activities</b>	<b>1.092.826.449</b>	<b>1.269.631.579</b>
<b>Investment activities</b>		
Profits in the sale of properties or financial assets		
Other Profits in the sale of properties or financial assets	77.464.998	312.478.900
Profits in the sale of properties or financial assets in other entities		(389.943.898)
Increase in properties, plant, and equipment	(683.289.953)	(541.630.573)
Advance payments	(69.682.020)	(101.381.075)
Revenues from hedging activities (swaps)	7.597.498	1.533.845
Revenues from financial investments	21.267.716	33.303.391
Others revenues from investment activities, net	-	28.247.024
<b>Total net cash used in investment activities</b>	<b>(646.641.761)</b>	<b>(657.392.386)</b>
<b>Financial activities</b>		
Increase of financial obligations	1.185.148.413	590.000.000
Financial obligations payment	(837.628.999)	(141.660.000)
Declared Dividends	(1.045.671.911)	(739.667.883)
Interest payment	(319.088.632)	(266.951.405)
Others revenues from financial activities, net	(10.494.409)	(10.494.409)
<b>Total net cash used in financial activities</b>	<b>(1.027.735.538)</b>	<b>(568.773.697)</b>
<b>Net increase in cash and cash equivalents before currency rate effects</b>	<b>(581.550.850)</b>	<b>43.465.496</b>
Currency rate effects on cash flow	-	-
<b>Net increase in cash and cash equivalents</b>	<b>(581.550.850)</b>	<b>43.465.496</b>
Cash and cash equivalents at the beginning of the year	880.729.362	837.263.866
Cash and cash equivalents at year end	<b>299.178.512</b>	<b>880.729.362</b>