

Elektra Noreste, S.A. and subsidiary
(51% Owned by Panama Distribution Group, S.A.)

Financial Statements
September 30, 2021

Elektra Noreste, S.A. and Subsidiary
(51% Owned by Panama Distribution Group, S.A.)
Statement of financial position

Assets	September 2021	December 2020
Non-current assets		
Property, plant and equipment, net	559,176,888	551,583,594
Inventories	2,025,899	2,838,912
Investment property	3,674,700	3,653,800
Other intangible assets	22,626,133	23,129,265
Right-of-use asset - leases	349,091	533,315
Deferred tax asset	4,900,282	2,390,979
Employee benefits	332,277	251,637
Other assets	1,201,233	1,070,998
Restricted Cash	292,250	-
Total non-current assets	<u>594,578,753</u>	<u>585,452,500</u>
Current assets		
Inventories	15,098,652	18,285,669
Trade and other receivables	124,650,602	130,760,862
Prepaid income tax	3,615,264	7,819,349
Other assets	1,029,092	1,108,497
Cash and cash equivalents	19,374,345	54,023,188
Total current assets	<u>163,767,955</u>	<u>211,997,565</u>
Total assets	<u>758,346,708</u>	<u>797,450,065</u>
Regulatory deferral account debit balance	24,747,315	223,490
Deferred tax liability related to the balances of deferred regulatory accounts	<u>(7,424,194)</u>	<u>(67,047)</u>
Total assets and debit balances of deferred regulatory accounts	<u>775,669,829</u>	<u>797,606,508</u>

Elektra Noreste, S.A. and Subsidiary
(51% Owned by Panama Distribution Group, S.A.)
Statement of financial position (continued)

Equity and liabilities	September 2021	December 2020
Equity		
Issued capital	106,642,962	106,642,962
Treasury stocks	(574,511)	(574,511)
Other accumulated comprehensive loss	(636,662)	(636,662)
Retained earnings	91,941,230	72,069,409
Net profit for the period	<u>22,058,848</u>	<u>20,235,417</u>
Total equity	<u>219,431,867</u>	<u>197,736,615</u>
Non-current liabilities		
Credits and loans	279,813,571	179,315,480
Other financial liabilities	35,877,331	46,221,114
Employee benefits	365,321	358,121
Lease liabilities	292,337	292,337
Other liabilities	<u>1,788,774</u>	<u>1,913,371</u>
Total non-current liabilities	<u>318,137,334</u>	<u>228,100,423</u>
Current liabilities		
Credits and loans	-	103,352,676
Other financial liabilities	224,814,247	255,171,677
Employee benefits	24,492	22,066
Income tax payable	-	348,303
Provisions	13,036,480	12,468,965
Lease liabilities	62,103	242,477
Other liabilities	<u>163,306</u>	<u>163,306</u>
Total current liabilities	<u>238,100,628</u>	<u>371,769,470</u>
Total liabilities	<u>556,237,962</u>	<u>599,869,893</u>
Total liabilities and regulatory deferral account credit balance	<u>556,237,962</u>	<u>599,869,893</u>
Total equity and liabilities	<u>775,669,829</u>	<u>797,606,508</u>

Elektra Noreste, S.A. and Subsidiary
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Statement of profit or loss and other comprehensive income

	Nine months ended		Three months ended	
	September 2021	September 2020	September 2021	September 2020
Continuing operations				
Rendering of services	385,220,354	422,359,242	131,999,264	127,808,811
Other operating income	5,180,422	3,638,523	1,968,389	278,976
Income from continuing operations	<u>390,400,776</u>	<u>425,997,765</u>	<u>133,967,653</u>	<u>128,087,787</u>
Other income	7,624,633	3,299,501	6,454,609	2,114,152
Total Income	<u>398,025,409</u>	<u>429,297,266</u>	<u>140,422,262</u>	<u>130,201,939</u>
Costs for rendering services	357,535,110	366,549,233	124,984,309	117,746,772
Administrative expenses	18,152,151	16,843,548	6,344,613	5,621,599
Impairment of financial instruments	120,616	7,240,389	251,113	167,150
Other expenses	1,255,147	305,914	406,498	(149,982)
Finance income	298,802	338,825	83,177	141,314
Finance costs	14,276,386	15,555,487	4,272,822	5,875,743
Profit before tax	<u>6,984,801</u>	<u>23,141,520</u>	<u>4,246,084</u>	<u>1,081,971</u>
Income tax expense	2,092,631	6,611,700	1,324,752	190,196
Net profit of the period before net movement in deferred regulatory accounts	4,892,170	16,529,820	2,921,332	891,775
Net movement in balances of regulatory accounts related to gains and losses	24,523,825	3,276,876	8,181,656	6,410,608
Net movement in deferred tax related to the balances of regulatory accounts	(7,357,147)	(983,062)	(2,454,496)	(1,923,182)
Net profit of the period after net movement in deferred regulatory accounts	<u>22,058,848</u>	<u>18,823,634</u>	<u>8,648,492</u>	<u>5,379,201</u>
Total comprehensive income for the period	<u><u>22,058,848</u></u>	<u><u>18,823,634</u></u>	<u><u>8,648,492</u></u>	<u><u>5,379,201</u></u>



Elektra Noreste, S.A. and Subsidiary
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Statement of changes in shareholders' equity

	<u>Issued capital</u>	<u>Treasury stocks</u>	<u>Other comprehensive Income</u>	<u>Accumulated results</u>	<u>Total</u>
Balance at January 1, 2020	106,642,962	(568,667)	(662,847)	75,392,107	180,803,555
Profit for the period	-	-	-	20,235,417	20,235,417
Other comprehensive income of the period, net of tax	-	-	26,185	-	26,185
Total comprehensive income for the period	-	-	26,185	20,235,417	20,261,602
Share repurchase	-	(5,844)	-	-	(5,844)
Income tax related to transactions with owners	-	-	-	(3,322,698)	(3,322,698)
Balance at December 31, 2020	<u>106,642,962</u>	<u>(574,511)</u>	<u>(636,662)</u>	<u>92,304,826</u>	<u>197,736,615</u>
Balance at January 1, 2021	106,642,962	(574,511)	(636,662)	92,304,826	197,736,615
Profit for the period	-	-	-	22,058,848	22,058,848
Other comprehensive income for the year net of income tax	-	-	-	-	-
Total other comprehensive income	-	-	-	22,058,848	22,058,848
Share repurchase	-	-	-	-	-
Income tax related to transactions with owners	-	-	-	(363,596)	(363,596)
Balance at September 30, 2021	<u>106,642,962</u>	<u>(574,511)</u>	<u>(636,662)</u>	<u>114,000,078</u>	<u>219,431,867</u>

Elektra Noreste, S.A. and Subsidiary
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Statement of cash flows as of September 30, 2021

	2021	2020
Cash flows from operating activities:		
Net profit for the period	22,058,848	18,823,634
Adjustments to reconcile net income of the period to net cash used in operating activities:		
Depreciation and amortization of property, plant and equipment and intangible assets	26,454,818	25,574,642
Impairment of financial instruments	120,816	7,240,389
Investment property valuation	(20,900)	(339,091)
Provisions and defined benefits plans post- employment		-
Deferred income tax		-
Current income tax	2,092,631	6,611,700
Finance costs, net	13,977,584	15,216,662
Gain / Loss on disposal of fixed assets	2,178,617	602,296
Provisions	847,507	2,523,918
	<u>67,709,721</u>	<u>76,254,150</u>
Changes in working capital		
Inventories	3,216,418	(2,089,663)
Trade and other receivables	5,989,644	(19,732,866)
Other assets	76,455	121,170
Other financial liabilities	(43,119,828)	35,047,572
Employee benefits	(289,041)	(321,937)
Provisions	(91,365)	(147,674)
Other liabilities	(124,597)	(126,015)
	<u>33,367,407</u>	<u>89,004,737</u>
Interest paid, including capitalized interest	(13,490,936)	(14,306,983)
Income tax paid	(746,153)	(28,823,259)
	<u>(13,237,089)</u>	<u>(43,130,242)</u>
Net cash generated by operating activities before net changes in balances related to deferred regulatory accounts	19,130,318	45,874,495
Change in deferred regulatory accounts	<u>(17,166,678)</u>	<u>(2,293,813)</u>
Net cash generated by operating activities and changes in balances related to deferred regulatory accounts	1,963,640	43,580,682
Cash flows from investing activities:		
Interest Income	298,801	338,825
Acquisition of property, plant and equipment	(35,539,372)	(28,040,599)
Inventory	813,013	(222,892)
Severance fund	(127,286)	(123,931)
	<u>(34,554,844)</u>	<u>(28,048,597)</u>
Net cash flows used in investing activities	<u>(34,554,844)</u>	<u>(28,048,597)</u>
Cash flows from financing activities:		
Short-term debt	98,778,581	72,346,258
Short-term debt payments	(100,000,000)	(97,000,000)
Share repurchase	-	(5,844)
Lease liability payment	(180,374)	(123,978)
Income tax related to transactions with owners	(363,596)	(3,322,698)
	<u>(1,765,389)</u>	<u>(28,106,262)</u>
Net cash flows generated by (used in) financing activities	<u>(1,765,389)</u>	<u>(28,106,262)</u>
Net increase (decrease) in cash and cash equivalents	<u>(34,356,593)</u>	<u>(12,574,177)</u>
Cash and cash equivalents at the beginning of the period	<u>54,023,188</u>	<u>25,511,109</u>
Cash and cash equivalents at the end of the period	<u>19,666,595</u>	<u>12,936,932</u>