

Unaudited interim condensed financial statements

AES Panamá, S.R.L.

*As of March 31, 2021 and December 31, 2020 and for the
three month periods ended March 31, 2021 and 2020*

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AES Panamá, S.R.L.**Unaudited Interim Condensed Statements of Financial Position****As of March 31, 2021 and December 31, 2020***(Expressed in thousands of dollars of the United States of America)*

	<u>2021</u> (Unaudited)	<u>2020</u> (Audited)
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 48,941	\$ 34,781
Accounts receivable:		
Trade	7,288	1,791
Related parties	63,521	60,398
Affiliates	4,917	5,917
Others	746	316
Inventories, net	2,352	2,352
Prepaid expenses	5,841	1,160
Asset held for sale	16,476	16,476
Total current assets	<u>150,082</u>	<u>123,191</u>
Non-current assets		
Property, plant and equipment, net	511,989	510,133
Accounts receivable - related parties	9,231	10,448
Intangible assets, net	8,244	9,039
Advances to suppliers	1,948	2,895
Investment in affiliate	49,879	49,699
Prepaid expenses	543	613
Restricted cash	2,984	2,873
Right-of-use asset, net	113,813	116,803
Contract assets	350	263
Other assets	122	122
Total non-current assets	<u>699,103</u>	<u>702,888</u>
TOTAL ASSETS	<u><u>\$ 849,185</u></u>	<u><u>\$ 826,079</u></u>

AES Panamá, S.R.L.**Unaudited Interim Condensed Statements of Financial Position (Continued)****As of March 31, 2021 and December 31, 2020***(Expressed in thousands of dollars of the United States of America)*

	<u>2021</u>	<u>2020</u>
	(Unaudited)	(Audited)
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable:		
Suppliers	\$ 10,717	\$ 6,458
Related parties	5,028	1,649
Affiliates	26,215	22,892
Asset retirement obligation	1,062	1,062
Income tax payable	3,294	3,668
Loan payable - affiliate	4,721	4,721
Accrued expenses and other liabilities	18,395	18,408
Total current liabilities	<u>69,432</u>	<u>58,858</u>
Non-current liabilities		
Seniority premium	852	786
Accounts payable	10,707	9,915
Loan payable - affiliate, net	509,696	509,492
Deferred income tax, net	70,719	68,495
Other liabilities	140,937	143,929
Total non-current liabilities	<u>732,911</u>	<u>732,617</u>
STOCKHOLDERS' EQUITY		
Authorized capital	50,405	50,405
Additional paid-in-capital	14,624	14,604
Retained earnings (accumulated deficit)	8,835	(3,364)
Deemed tax	(260)	(260)
Other comprehensive loss	(26,762)	(26,781)
Total stockholders' equity	<u>46,842</u>	<u>34,604</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$ 849,185</u>	<u>\$ 826,079</u>

AES Panamá, S.R.L.**Unaudited Interim Condensed Statements of Comprehensive Income****For the three months ended March 31, 2021 and 2020***(Expressed in thousands of dollars of the United States of America)*

	<u>2021</u>	<u>2020</u>
	(Unaudited)	
Revenue		
Electricity sales	\$ 74,338	\$ 81,775
Operating costs and expenses		
Electricity purchases	26,841	31,833
Other costs of electricity sales	1,128	2,442
Transmission costs	1,009	1,534
Operating, general and maintenance expense	12,991	12,913
Depreciation and amortization	6,575	8,412
Total operating costs and expenses	<u>48,544</u>	<u>57,134</u>
Operating income	25,794	24,641
Other (expenses) income		
Interest expense, net	(8,767)	(8,429)
Other income, net	380	341
Equity loss in investment in affiliate	159	445
Total other expenses, net	<u>(8,228)</u>	<u>(7,643)</u>
Income before income tax expense	17,566	16,998
Income tax expense	5,367	4,912
Net income	<u>\$ 12,199</u>	<u>\$ 12,086</u>
Net other comprehensive loss that will be reclassified to profit or loss in subsequent periods:		
Amortization of other comprehensive income of affiliate	19	19
Total other comprehensive income	<u>\$ 12,218</u>	<u>\$ 12,105</u>

AES Panamá, S.R.L.**Unaudited Interim Condensed Statements of Changes in Stockholders' Equity****For the three months ended March 31, 2021***(Expressed in thousands of dollars of the United States of America)*

	<u>Authorized capital</u>	<u>Additional paid-in- capital</u>	<u>(Accumulated Deficit) Retained earnings</u>	<u>Deemed tax</u>	<u>Other comprehensive loss</u>	<u>Total shareholders' equity</u>
Balance as of January 1, 2021	\$ 50,405	\$ 14,604	\$ (3,364)	\$ (260)	\$ (26,781)	\$ 34,604
Net Income	—	—	12,199	—	—	12,199
Other comprehensive income of affiliate	—	—	—	—	19	19
Total other comprehensive income	—	—	12,199	—	19	12,218
Share based compensation	—	20	—	—	—	20
Balance as of March 31, 2021 (unaudited)	\$ 50,405	\$ 14,624	\$ 8,835	\$ (260)	\$ (26,762)	\$ 46,842

AES Panamá, S.R.L.**Unaudited Interim Condensed Statements of Cash Flow****For the three months ended March 31, 2021 and 2020***(Expressed in thousands of dollars of the United States of America)*

	<u>2021</u>	<u>2020</u>
Cash flows from operating activities	(Unaudited)	
Net income	\$ 12,199	\$ 12,086
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Depreciation	5,682	7,177
Right-of-use asset amortization	2,990	3,247
Amortization	888	1,232
Amortization of other comprehensive income	5	3
Loss on realized/unrealized derivatives	—	73
Loss on retirement of property, plant and equipment	653	14
Obsolescence provision	(3)	—
Interests income	(48)	(144)
Interests expense	5,879	8,411
Amortization of deferred financing costs	225	283
Amortization of bond premium	—	(121)
Equity loss in investment in affiliate	(159)	(445)
Income tax expense	5,367	4,912
Share-based compensation	20	20
Cash flows before working capital movements	<u>33,698</u>	<u>36,748</u>
Changes in operating assets and liabilities:		
(Increase) decrease in accounts receivable	(6,832)	2,602
Increase in inventories	(931)	(850)
Increase in prepaid expenses	(4,611)	(3,775)
Increase in other long-term assets	(87)	(71,387)
Increase (decrease) in accounts payable	3,058	(3,071)
Decrease in accrued expenses and other liabilities	(13)	(2,358)
Increase in seniority premium	66	56
Decrease in other long-term liabilities	(2,025)	(824)
Interest received	47	135
Income tax paid	(3,494)	—
Net cash provided by (used in) operating activities	<u>18,876</u>	<u>(42,724)</u>
Carried forward....	\$ 18,876	\$ (42,724)

AES Panamá, S.R.L.**Unaudited Interim Condensed Statements of Cash Flow (Continued)****For the three months ended March 31, 2021 and 2020***(Expressed in thousands of dollars of the United States of America)*

	<u>2021</u>	<u>2020</u>
	(Unaudited)	
Brought forward...	\$ 18,876	\$ (42,724)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(4,178)	(1,332)
Acquisition of intangible assets	(14)	(3)
Restricted cash	(111)	(65)
Net cash used in investing activities	<u>(4,303)</u>	<u>(1,400)</u>
Cash flows from financing activities		
Proceeds from new loans	—	72,000
Payments of lease liabilities	(175)	(383)
Payment of financing for property, plant and equipment	(208)	—
Payment of financing costs	(30)	(550)
Net cash (used in) provided by financing activities	<u>(413)</u>	<u>71,067</u>
Net increase in cash and cash equivalents	14,160	26,943
Cash and cash equivalents at the beginning of the year	34,781	29,608
Cash and cash equivalents at the end of the period	<u>\$ 48,941</u>	<u>\$ 56,551</u>
Supplementary disclosure		
Property, plant and equipment purchases not paid at the end of the period	<u>\$ 3,690</u>	<u>\$ 812</u>