

Unaudited interim financial statements

AES Panamá, S.R.L.

*As of June 30, 2021 and December 31, 2020 and for the
six month periods ended June 30, 2021 and 2020*

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AES Panamá, S.R.L.**Unaudited Interim Statements of Financial Position****As of June 30, 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	\$ 58,222	\$ 34,781
Accounts receivable:		
Trade	6,187	1,791
Related parties	63,285	60,398
Affiliates	7,017	5,917
Others	1,218	316
Inventories, net	2,283	2,352
Prepaid expenses	4,795	1,160
Asset held for sale	16,476	16,476
Total current assets	159,483	123,191
Non-current assets		
Property, plant and equipment, net	514,139	510,133
Accounts receivable - related parties	7,302	10,448
Intangible assets, net	7,712	9,039
Advances to suppliers	1,906	2,895
Investment in affiliate	52,634	49,699
Prepaid expenses	627	613
Restricted cash	3,168	2,873
Right-of-use asset, net	111,981	116,803
Contract assets	345	263
Other assets	121	122
Total non-current assets	699,935	702,888
TOTAL ASSETS	<u>\$ 859,418</u>	<u>\$ 826,079</u>

AES Panamá, S.R.L.**Unaudited Interim Statements of Financial Position (Continued)****As of June 30, 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	\$ 6,820	\$ 6,458
Related parties	6,294	1,649
Affiliates	26,949	22,892
Dividends payable	8,835	—
Asset retirement obligation	1,030	1,062
Income tax payable	4,752	3,668
Loan payable - affiliate	4,920	4,721
Accrued expenses and other liabilities	17,634	18,408
Total current liabilities	<u>77,234</u>	<u>58,858</u>
Non-current liabilities		
Seniority premium	878	786
Accounts payable	10,707	9,915
Loan payable - affiliate, net	507,367	509,492
Deferred income tax, net	70,092	68,495
Other liabilities	138,975	143,929
Total non-current liabilities	<u>728,019</u>	<u>732,617</u>
STOCKHOLDERS' EQUITY		
Authorized capital	50,405	50,405
Additional paid-in-capital	14,643	14,604
Retained earnings (accumulated déficit)	16,446	(3,364)
Deemed tax	(587)	(260)
Other comprehensive loss	(26,742)	(26,781)
Total stockholders' equity	<u>54,165</u>	<u>34,604</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$ 859,418</u>	<u>\$ 826,079</u>

AES Panamá, S.R.L.**Unaudited Interim Statements of Comprehensive Income****For the six months ended June 30, 2021 and 2020***(Expressed in thousands of dollars of the United States of America)*

	<u>2021</u>	<u>2020</u>
	(Unaudited)	
Revenue		
Electricity sales	\$ 155,845	\$ 152,962
Operating costs and expenses		
Electricity purchases	57,847	57,961
Other costs of electricity sales	2,434	3,470
Transmission costs	2,292	3,051
Operating, general and maintenance expense	20,361	20,237
Depreciation and amortizations	19,225	23,755
Total operating costs and expenses	<u>102,159</u>	<u>108,474</u>
Operating income	53,686	44,488
Other (expenses) income		
Interest expense, net	(17,447)	(18,002)
Other income, net	883	606
Equity earnings in investment in affiliate	2,895	708
Total other expenses, net	<u>(13,669)</u>	<u>(16,688)</u>
Income before income tax expense	40,017	27,800
Income tax expense	11,372	8,018
Net income	<u>\$ 28,645</u>	<u>\$ 19,782</u>
Net other comprehensive income that will be reclassified to profit or loss in subsequent periods:		
Change in fair value of derivative	—	(32,298)
Deferred tax	—	9,689
Other comprehensive loss of derivative instruments	—	(22,609)
Amortization of other comprehensive income of affiliate	39	39
Total other comprehensive income	<u>\$ 28,684</u>	<u>\$ (2,788)</u>

AES Panamá, S.R.L.

Unaudited Interim Statements of Changes in Stockholders' Equity

For the six months ended June 30, 2021

(Expressed in thousands of dollars of the United States of America)

	<u>Authorized capital</u>	<u>Additional paid-in- capital</u>	<u>(Accumulated Déficit) 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	—	—	28,645	—	—	28,645
Other comprehensive income of affiliate	—	—	—	—	39	39
Total other comprehensive income	—	—	28,645	—	39	28,684
Deemed tax, net	—	—	—	(327)	—	(327)
Declared dividends	—	—	(8,835)	—	—	(8,835)
Share based compensation	—	39	—	—	—	39
Balance as of June 30, 2021 (unaudited)	<u>\$ 50,405</u>	<u>\$ 14,643</u>	<u>\$ 16,446</u>	<u>\$ (587)</u>	<u>\$ (26,742)</u>	<u>\$ 54,165</u>

AES Panamá, S.R.L.**Unaudited Interim Statements of Cash Flow****For the six months ended June 30, 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	\$ 28,645	\$ 19,782
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	11,409	14,330
Right-of-use asset amortization	5,991	6,525
Amortization	1,817	2,893
Amortization of other comprehensive income	8	7
Loss on realized/unrealized derivatives	—	176
Loss on retirement of property, plant and equipment	9	14
Obsolescence provision	(3)	—
Interests income	(98)	(224)
Interests expense	11,716	15,127
Amortization of deferred financing costs	446	619
Amortization of bond premium	—	(242)
Equity earnings in investment in affiliate	(2,895)	(708)
Income tax expense	11,372	8,018
Share-based compensation	39	40
Cash flows before working capital movements	<u>68,440</u>	<u>66,357</u>
Changes in operating assets and liabilities:		
Increase in accounts receivable	(6,136)	(2,682)
Decrease (increase) in inventories	72	(770)
Increase in prepaid expenses	(3,649)	(2,929)
(Increase) decrease in other long-term assets	(1,250)	1,951
Decrease in accounts payable	2,776	(5,783)
Increase (decrease) in accrued expenses and other liabilities	(774)	(24,290)
Increase (decrease) in seniority premium	92	(74)
(Decrease) increase in other long-term liabilities	(3,745)	7,082
Interest received	95	228
Income tax paid	(8,651)	—
Net cash provided by operating activities	<u>47,270</u>	<u>39,090</u>
Carried forward....	\$ 47,270	\$ 39,090

AES Panamá, S.R.L.**Unaudited Interim Statements of Cash Flow (Continued)****For the six months ended June 30, 2021 and 2020***(Expressed in thousands of dollars of the United States of America)*

	2021	2020
	(Unaudited)	
Brought forward...	\$ 47,270	\$ 39,090
Cash flows from investing activities		
Acquisition of property, plant and equipment	(8,486)	(3,984)
Acquisition of intangible assets	(50)	—
Proceeds from the sale of property, plant and equipment	16	—
Asset acquisition, net of cash acquired	—	(74,578)
Restricted cash	(295)	(149)
Net cash used in investing activities	<u>(8,815)</u>	<u>(78,711)</u>
Cash flows from financing activities		
Payment of interest	(11,934)	—
Proceeds from new loans	—	94,900
Payments of lease liabilities	(417)	(383)
Payment of financing for property, plant and equipment	(273)	(312)
Payment of financing costs	(30)	(1,421)
Payment of loan - affiliate	(2,360)	—
Net cash provided by financing activities	<u>(15,014)</u>	<u>92,784</u>
Net increase in cash and cash equivalents	23,441	53,163
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>\$ 58,222</u>	<u>\$ 82,771</u>
Supplementary disclosure		
Property, plant and equipment purchases not paid at the end of the period	<u>\$ 8,474</u>	<u>\$ 812</u>