

Elektra Noreste, S.A. and subsidiary

(51% Owned by Panama Distribution Group, S.A.)

Financial Statements

December 31, 2023

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

Assets	December 2023	December 2022
Non-current assets		
Property, plant and equipment, net	589,472,233	575,309,491
Inventories	3,354,607	2,603,548
Investment property	3,957,600	4,374,600
Other intangible assets	25,775,652	30,952,277
Right-of-use asset - leases	590,875	342,831
Deferred tax asset	426,098	-
Other assets	4,937,053	4,426,703
Total non-current assets	<u>628,514,118</u>	<u>618,009,450</u>
Current assets		
Inventories	26,518,589	22,563,655
Trade and other receivables	174,384,457	173,148,879
Other assets	5,507,206	4,643,496
Cash and cash equivalents	<u>9,554,212</u>	<u>5,419,478</u>
Total current assets	<u>215,964,464</u>	<u>205,775,508</u>
Total assets	<u>844,478,582</u>	<u>823,784,958</u>
Regulatory deferral account debit balance	36,075,659	11,665,788
Deferred tax liability related to the balances of deferred regulatory accounts	<u>(10,822,698)</u>	<u>(3,499,736)</u>
Total assets and debit balances of deferred regulatory accounts	<u>869,731,543</u>	<u>831,951,010</u>

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

Equity and liabilities	December 2023	December 2022
Equity		
Issued capital	106,642,962	106,642,962
Treasury stocks	(574,511)	(574,511)
Other accumulated comprehensive loss	(401,813)	(402,677)
Retained earnings	73,426,252	73,205,727
Net profit for the period	52,997,021	37,869,779
Total equity	232,089,911	216,741,280
Non-current liabilities		
Credits and loans	229,967,354	179,979,129
Other financial liabilities	33,634,956	32,600,680
Employee benefits	2,479,929	2,428,890
Deferred tax liability	-	4,097,320
Lease liabilities	490,987	202,946
Other liabilities	1,463,312	1,607,321
Total non-current liabilities	268,036,538	220,916,286
Current liabilities		
Credits and loans	199,813,882	202,981,814
Other financial liabilities	151,987,331	171,867,295
Employee benefits	21,726	16,876
Income tax payable	5,318,828	5,794,431
Provisions	12,192,640	13,321,382
Lease liabilities	126,679	162,977
Other liabilities	144,008	148,669
Total current liabilities	369,605,094	394,293,444
Total liabilities	637,641,632	615,209,730
Total liabilities and regulatory deferral account credit balance	637,641,632	615,209,730
Total equity and liabilities	869,731,543	831,951,010



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

Statement of changes in shareholders' equity

	Issued capital	Treasury stocks	Other comprehensive Income	Accumulated results	Total
Balance at January 1, 2022	106,642,962	(574,511)	(529,624)	105,627,705	211,166,532
Profit for the period	-	-	-	37,869,779	37,869,779
net of income tax	-	-	126,947	-	126,947
Total other comprehensive income	-	-	126,947	37,869,779	37,996,726
Dividends declared	-	-	-	(33,111,774)	(33,111,774)
Income tax related to transactions with owners	-	-	-	689,796	689,796
Balance at December 31, 2022	106,642,962	(574,511)	(402,677)	111,075,506	216,741,280
Balance at January 1, 2023	106,642,962	(574,511)	(402,677)	111,075,506	216,741,280
Profit for the period	-	-	-	-	-
Other comprehensive income for the year	-	-	-	52,997,021	52,997,021
net of income tax	-	-	-	-	-
Adjustment on initial application of IFRS 16	-	-	864	-	864
Total other comprehensive income	-	-	864	52,997,021	52,997,885
Share repurchase	-	-	-	-	-
Dividends declared	-	-	-	(37,869,779)	(37,869,779)
Income tax related to transactions with owners	-	-	-	220,525	220,525
Balance at December 31, 2023	106,642,962	(574,511)	(401,813)	126,423,273	232,089,911



Elektra Noreste, S.A. and Subsidiary

(51% Owned by Panama Distribution Group, S.A.)

Statement of profit or loss and other comprehensive income

	Twelve months ended		Three months ended	
	December 2023	December 2022	December 2023	December 2022
Continuing operations				
Rendering of services	703,572,599	661,938,912	178,195,813	155,906,176
Other operating income	9,467,945	8,503,761	2,043,847	2,854,559
Income from continuing operations	<u>713,040,544</u>	<u>670,442,673</u>	<u>180,239,660</u>	<u>158,760,735</u>
Other income	2,808,176	3,735,045	485,447	1,122,456
Total income	<u>715,848,720</u>	<u>674,177,718</u>	<u>180,725,107</u>	<u>159,883,191</u>
Costs for rendering services	600,623,174	545,766,486	151,260,501	129,711,693
Administrative expenses	34,422,308	29,144,073	16,872,277	7,726,368
Impairment of financial instruments	5,087,994	1,399,474	2,360,960	(1,458,712)
Other expenses	4,143,626	5,912,872	1,721,791	4,858,697
Finance income	442,195	369,288	113,428	138,939
Finance costs	20,954,809	15,694,411	5,809,249	4,353,072
Profit before tax	<u>51,059,004</u>	<u>76,629,690</u>	<u>2,813,757</u>	<u>14,831,012</u>
Income tax expense	15,148,893	22,963,858	739,557	4,399,683
Net profit of the period before net movement in deferred regulatory accounts	<u>35,910,111</u>	<u>53,665,832</u>	<u>2,074,200</u>	<u>10,431,329</u>
Net movement in balances of regulatory accounts related to gains and losses	24,409,871	(22,565,790)	24,872,759	(28,262,539)
Net movement in deferred tax related to the balances of regulatory accounts	<u>(7,322,961)</u>	<u>6,769,737</u>	<u>(7,461,827)</u>	<u>25,758,902</u>
Net profit of the period after net movement in deferred regulatory accounts	<u>52,997,021</u>	<u>37,869,779</u>	<u>19,485,132</u>	<u>7,927,692</u>
Other comprehensive income (loss), net of tax				
Items which will not be reclassified later to profit or loss of the year:				
Remeasurement of defined benefit obligations	236	180,888	236	180,888
Income tax relating to components which will not be reclassified	628	(53,941)	628	(53,941)
Other comprehensive income (loss), net of tax	<u>864</u>	<u>126,947</u>	<u>864</u>	<u>126,947</u>
Total comprehensive income for the period	<u>52,997,885</u>	<u>37,996,726</u>	<u>19,485,996</u>	<u>8,054,639</u>

Elektra Noreste, S.A. and Subsidiary
(51% Owned by Panama Distribution Group, S.A.)
Statement of cash flows as of December 31, 2023

	2023	2022
Cash flows from operating activities:		
Net profit for the period	52,997,021	37,869,779
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	45,967,992	38,436,042
Impairment of financial instruments	5,087,994	1,399,474
Investment property valuation	(60,802)	(699,900)
Current income tax	15,148,893	22,963,858
Finance costs, net	20,512,614	11,110,988
Gain / Loss on disposal of fixed assets	4,854,485	6,908,217
Provisions	117,332	1,878,611
	<u>144,625,529</u>	<u>119,867,069</u>
Changes in working capital		
Inventories	(4,667,033)	(4,197,481)
Trade and other receivables	(6,323,572)	(64,724,400)
Other assets	(869,257)	(3,824,780)
Other financial liabilities	(22,063,993)	(25,177,894)
Employee benefits	(292,771)	18,131
Provisions	(936,140)	(650,812)
Other liabilities	(148,670)	(157,383)
	<u>109,324,093</u>	<u>21,152,450</u>
Interest paid, including capitalized interest	(21,067,172)	(16,672,849)
Income tax paid	(20,147,285)	(6,287,509)
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Net cash generated by operating activities before net changes in balances related to deferred regulatory accounts	68,109,636	(1,807,908)
Change in deferred regulatory accounts	(17,086,909)	13,292,416
Net cash generated by operating activities and changes in balances related to deferred regulatory accounts	51,022,727	11,484,508
Cash flows from investing activities:		
Interest Income	442,195	369,288
Acquisition of property, plant and equipment	(55,812,346)	(57,106,988)
Severance fund	(504,804)	(478,411)
	<u>(55,874,955)</u>	<u>(57,216,111)</u>
Net cash flows used in investing activities	(55,874,955)	(57,216,111)
Cash flows from financing activities:		
Short-term debt	832,777,302	104,921,760
Short-term debt payments	(785,957,008)	(52,460,880)
Payment of dividends	(37,869,779)	(33,111,774)
Other cash flows from financing activities		
Lease liability payment	(184,078)	(214,485)
Income tax related to transactions with owners	220,525	689,797
	<u>8,986,962</u>	<u>19,824,418</u>
Net cash flows generated by (used in) financing activities	8,986,962	19,824,418
Net (decrease) increase in cash and cash equivalents	4,134,734	(9,131,209)
Cash and cash equivalents at the beginning of the period	5,419,478	14,550,687
Cash and cash equivalents at the end of the period	9,554,212	5,419,478
Non - cash transactions		
Other financial liabilities	3,330,667	(1,243,945)
Other assets	(3,330,667)	1,243,945