

# **Elektra Noreste, S.A. and subsidiary**

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

Financial Statements

March 31, 2023

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

	<b>March 2023</b>	<b>December 2022</b>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment, net	577,382,652	575,309,491
Inventories	3,020,139	2,603,548
Investment property	4,374,600	4,374,600
Other intangible assets	30,342,763	30,952,277
Right-of-use asset - leases	336,745	342,831
Other assets	4,602,085	4,426,703
Total non-current assets	<u>620,058,984</u>	<u>618,009,450</u>
<b>Current assets</b>		
Inventories	22,032,106	22,563,655
Trade and other receivables	168,761,045	173,148,879
Other assets	5,478,752	4,643,496
Cash and cash equivalents	4,482,281	5,419,478
Total current assets	<u>200,754,184</u>	<u>205,775,508</u>
<b>Total assets</b>	<u>820,813,168</u>	<u>823,784,958</u>
Regulatory deferral account debit balance	11,264,830	11,665,788
Deferred tax liability related to the balances of deferred regulatory accounts	<u>(3,379,449)</u>	<u>(3,499,736)</u>
<b>Total assets and debit balances of deferred regulatory accounts</b>	<u>828,698,549</u>	<u>831,951,010</u>



**Elektra Noreste, S.A. and Subsidiary**  
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**Statement of financial position (continued)**

<b>Equity and liabilities</b>	<b>March 2023</b>	<b>December 2022</b>
<b>Equity</b>		
Issued capital	106,642,962	106,642,962
Treasury stocks	(574,511)	(574,511)
Other accumulated comprehensive loss	(402,677)	(402,677)
Retained earnings	111,075,506	73,205,727
Net profit for the period	<u>10,752,684</u>	<u>37,869,779</u>
<b>Total equity</b>	<u>227,493,964</u>	<u>216,741,280</u>
<b>Non-current liabilities</b>		
Credits and loans	179,996,425	179,979,129
Other financial liabilities	32,996,190	32,600,680
Employee benefits	2,512,251	2,428,890
Deferred tax liability	4,987,914	4,097,320
Lease liabilities	234,543	202,946
Other liabilities	<u>1,570,153</u>	<u>1,607,321</u>
<b>Total non-current liabilities</b>	<u>222,297,476</u>	<u>220,916,286</u>
<b>Current liabilities</b>		
Credits and loans	202,987,675	202,981,814
Other financial liabilities	158,807,885	171,867,295
Employee benefits	122,240	162,977
Income tax payable	18,274	16,876
Provisions	3,152,736	5,794,431
Lease liabilities	13,669,630	13,321,382
Other liabilities	<u>148,669</u>	<u>148,669</u>
<b>Total current liabilities</b>	<u>378,907,109</u>	<u>394,293,444</u>
<b>Total liabilities</b>	<u>601,204,585</u>	<u>615,209,730</u>
<b>Total liabilities and regulatory deferral account credit balance</b>	<u>601,204,585</u>	<u>615,209,730</u>
<b>Total equity and liabilities</b>	<u>828,698,549</u>	<u>831,951,010</u>



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

	Three months ended	
	March	March
	2023	2022
<b>Continuing operations</b>		
Rendering of services	159,366,078	158,262,619
Other operating income	2,826,474	1,725,649
<b>Income from continuing operations</b>	162,192,552	159,988,268
Other income	466,491	419,838
<b>Total income</b>	162,659,043	160,408,106
Costs for rendering services	135,230,931	142,957,889
Administrative expenses	5,835,422	6,599,321
Impairment of financial instruments	654,595	740,958
Other expenses	682,797	407,949
Finance income	138,641	92,479
Finance costs	4,661,114	3,911,214
<b>Profit before tax</b>	15,732,825	5,883,254
Income tax expense	4,699,470	1,881,271
<b>Net profit of the period before net movement in deferred regulatory accounts</b>	11,033,355	4,001,983
Net movement in balances of regulatory accounts related to gains and losses	(400,958)	7,900,255
Net movement in deferred tax related to the balances of regulatory accounts	120,287	(2,370,077)
<b>Net profit of the period after net movement in deferred regulatory accounts</b>	10,752,684	9,532,161
<b>Total comprehensive income for the period</b>	10,752,684	9,532,161



**Elektra Noreste, S.A. and Subsidiary**  
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**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
<b>Total other comprehensive income</b>	-	-	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
Other comprehensive income for the year	-	-	-	10,752,684	10,752,684
<b>Total other comprehensive income</b>	-	-	-	10,752,684	10,752,684
Balance at March 31, 2023	106,642,962	(574,511)	(402,677)	121,828,190	227,493,964



**Elektra Noreste, S.A. and Subsidiary**  
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**Statement of cash flows as of March 31, 2023**

	2023	2022
<b>Cash flows from operating activities:</b>		
Net profit for the period	10,752,684	9,532,161
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	9,526,382	9,078,777
Impairment of financial instruments	654,593	740,958
Current income tax	4,699,470	1,881,273
Finance costs, net	4,522,473	3,818,735
Gain / Loss on disposal of fixed assets	776,977	465,481
Provisions	457,117	325,219
	<u>31,389,696</u>	<u>25,842,603</u>
<b>Changes in working capital</b>		
Inventories	134,714	(818,842)
Trade and other receivables	3,733,241	(18,091,125)
Other assets	(835,256)	(183,172)
Other financial liabilities	(12,760,512)	3,934,917
Employee benefits	(8,865)	-
Provisions	(35,000)	-
Other liabilities	(37,167)	(39,346)
	<u>21,580,851</u>	<u>10,645,036</u>
Interest paid, including capitalized interest	(4,978,382)	(3,329,821)
Income tax paid	(6,450,571)	-
	<u>10,151,898</u>	<u>7,190,660</u>
<b>Net cash generated by operating activities before net changes in balances related to deferred regulatory accounts</b>	<b>10,151,898</b>	<b>7,190,660</b>
Change in deferred regulatory accounts	280,671	(5,530,178)
<b>Net cash generated by operating activities and changes in balances related to deferred regulatory accounts</b>	<b>10,432,569</b>	<b>1,660,482</b>
<b>Cash flows from investing activities:</b>		
Interest Income	138,641	92,479
Acquisition of property, plant and equipment	(11,329,916)	(11,226,112)
Severance fund	(175,382)	(17,916)
	<u>(11,366,657)</u>	<u>(11,151,549)</u>
<b>Net cash flows used in investing activities</b>	<b>(11,366,657)</b>	<b>(11,151,549)</b>
<b>Cash flows from financing activities:</b>		
Short-term debt	96,038,796	80,213,578
Short-term debt payments	(95,994,138)	(42,700,000)
Lease liability payment	(47,767)	(70,072)
	<u>(3,109)</u>	<u>37,443,506</u>
<b>Net cash flows generated by (used in) financing activities</b>	<b>(3,109)</b>	<b>37,443,506</b>
Net (decrease) increase in cash and cash equivalents	(937,197)	27,952,439
Cash and cash equivalents at the beginning of the period	5,419,478	14,550,687
<b>Cash and cash equivalents at the end of the period</b>	<b>4,482,281</b>	<b>42,503,126</b>
<b>Non - cash transactions</b>		
Other financial liabilities	(392,379)	-
Other assets	392,379	-