

# **Gas Natural de Lima y Callao S.A.**

**Separate Financial Statements**  
March 31, 2020 and 2019

# **GAS NATURAL DE LIMA Y CALLAO S.A.**

## **TABLE OF CONTENTS**

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### **Pages**

SEPARATE FINANCIAL STATEMENTS FOR THE PERIODS  
ENDED ON MARCH 31, 2020 AND 2019

Separate Statements of Financial Position	1
Separate Statements of Profit or Loss and Other Comprehensive Income	2
Separate Statements of Changes in Equity	3
Separate Statements of Cash Flows	4

**GAS NATURAL DE LIMA Y CALLAO S.A.****SEPARATE STATEMENTS OF FINANCIAL POSITION  
MARCH 31, 2020 AND DECEMBER 31, 2019**

	<b>31/03/2020</b>	<b>31/12/2019</b>		<b>31/03/2020</b>	<b>31/12/2019</b>
	<b>US\$000</b>	<b>US\$000</b>		<b>US\$000</b>	<b>US\$000</b>
<b>ASSETS</b>			<b>EQUITY AND LIABILITIES</b>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash	33,591	11,448	Loans	60,417	33,369
Trade accounts receivable and others	116,476	123,484	Accounts payable and others	76,062	77,178
Accounts receivable from related parties	2,027	2,344	Accounts payable related parties	71,853	-
Inventories	16,203	16,445	Lease liabilities	2,710	2,692
Other assets	1,229	744	Derivative instruments	12,843	5,366
			Employee benefits	4,212	9,257
Total Current Assets	<u>169,526</u>	<u>154,465</u>	Current income tax payable	1,507	3,455
			Deferred income	8,114	9,948
			Total Current Liabilities	<u>237,718</u>	<u>141,265</u>
NON CURRENT ASSETS:			NON CURRENT LIABILITIES:		
Investment in subsidiary	3,246	2,152	Loans	517,378	523,093
Trade accounts receivable and others	30,930	31,291	Lease liabilities	7,398	8,060
Accounts receivable from related parties	472	540	Provisions	9,204	9,254
Right-of-use assets	9,204	9,878	Accounts payable and others	5,704	5,627
Improvements to leased property, machinery and equipment	7,222	7,125	Deferred taxes	5,978	6,914
Intangible assets and contract assets	841,369	823,784			
			Total non-current liabilities	<u>545,662</u>	<u>552,948</u>
Total non-current assets	<u>892,443</u>	<u>874,770</u>	Total liabilities	<u>783,380</u>	<u>694,213</u>
			EQUITY:		
			Issued capital	224,804	224,804
			Legal reserve	41,869	33,603
			Other capital reserves	(7,551)	(6,218)
			Retained earnings	19,467	82,833
			Total equity	<u>278,589</u>	<u>335,022</u>
TOTAL	<u>1,061,969</u>	<u>1,029,235</u>	TOTAL	<u>1,061,969</u>	<u>1,029,235</u>

## **GAS NATURAL DE LIMA Y CALLAO S.A.**

### **SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIODS ENDED MARCH 31, 2020 AND 2019**

	<b><u>31/03/2020</u></b>	<b><u>31/03/2019</u></b>
	<b>US\$000</b>	<b>US\$000</b>
<b>OPERATIONAL INCOME</b>		
Income from natural gas distributions	134,212	133,143
Income from the main grid extension	25,432	21,078
Other operational income	3,541	2,255
<b>Total operational income</b>	<b><u>163,185</u></b>	<b><u>156,476</u></b>
<b>COST OF SALES</b>		
Cost of natural gas distributions	(91,189)	(90,287)
Cost of sales from the main grid extension	(25,432)	(21,078)
Gross profit	<u>46,564</u>	<u>45,111</u>
Administrative expenses	(8,666)	(8,425)
Commercialization expenses	(4,904)	(3,036)
Other income	76	177
	<u>33,070</u>	<u>33,827</u>
Financial income	536	162
Financial expenses	(6,396)	(5,342)
Investment equity method	(89)	-
Exchange difference, net	(1,170)	1,004
Pre-income tax result	<u>25,951</u>	<u>29,651</u>
Income tax expense	<u>(6,657)</u>	<u>(9,219)</u>
<b>Net profit of the period</b>	<b>19,294</b>	<b>20,432</b>
Other comprehensive income	<u>(1,333)</u>	<u>(1,216)</u>
<b>Total comprehensive income for the period</b>	<b><u>17,961</u></b>	<b><u>19,216</u></b>

## **GAS NATURAL DE LIMA Y CALLAO S.A.**

### **SEPARATE STATEMENTS OF CHANGES IN EQUITY FOR THE PERIODS ENDED MARCH 31, 2020 AND 2019**

	<b><u>Issued Capital</u></b> <b>US\$000</b>	<b><u>Legal reserve</u></b> <b>US\$000</b>	<b><u>Other capital</u></b> <b><u>reserves</u></b> <b>US\$000</b>	<b><u>Retained</u></b> <b><u>earnings</u></b> <b>US\$000</b>	<b><u>Total equity</u></b> <b>US\$000</b>
BALANCE AS OF JANUARY 1, 2019	224,804	26,940	(2,210)	66,632	316,166
Net profit for the period	-	-	-	20,432	20,432
Other comprehensive income	-	-	(1,216)	-	(1,216)
Provision for legal reserve	-	6,663	-	(6,663)	-
Dividend distribution	-	-	-	(59,796)	(59,796)
BALANCE AS OF MARCH 31, 2019	<u>224,804</u>	<u>33,603</u>	<u>(3,426)</u>	<u>20,605</u>	<u>275,586</u>
BALANCE AS OF JANUARY 1, 2020	224,804	33,603	(6,218)	82,833	335,022
Net profit for the period	-	-	-	19,294	19,294
Other comprehensive income	-	-	(1,333)	-	(1,333)
Provision for legal reserve	-	8,266	-	(8,266)	-
Dividend distribution	-	-	-	(74,394)	(74,394)
BALANCE AS OF MARCH 31, 2020	<u>224,804</u>	<u>41,869</u>	<u>(7,551)</u>	<u>19,467</u>	<u>278,589</u>

**GAS NATURAL DE LIMA Y CALLAO S.A.****SEPARATE STATEMENTS CASH FLOWS  
FOR THE PERIODS ENDED MARCH 31, 2020 AND 2019**

	<b>31/03/2020</b>	<b>31/03/2019</b>
	<b>US\$000</b>	<b>US\$000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit	19,294	20,432
Adjustments to reconcile the net profit for the period by:		
Income tax	6,657	9,219
Financial costs	6,396	5,342
Financial income and others	(918)	(162)
Depreciation of improvements to leased property, machinery and equipment	389	394
Amortization of intangible assets	7,923	7,024
Amortization of right-of-use assets	674	546
Profit from the sale of machinery and equipment	12	-
Exchange difference, net	1,170	(1,004)
Impairment of accounts receivable	2,876	651
Provision for contingencies	128	215
Investment equity method	89	-
<b>Changes in working capital:</b>		
<b>Decrease (increase) in:</b>		
Trade accounts receivable and others	3,141	6,596
Accounts receivable from related parties	501	-
Inventories	242	(1,961)
Other assets	(485)	1,298
<b>Increase (decrease) in:</b>		
Accounts payable and others	(6,538)	(12,135)
Employee benefits	(5,044)	(3,673)
Others accounts payables	(6,923)	(2,052)
Income tax paid	(5,188)	(5,682)
<b>NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES</b>	<b>24,396</b>	<b>25,048</b>
<b>CASH FLOW FROM INVESTMENT ACTIVITIES</b>		
Acquisition of improvements to leased property, machinery and equipment	(497)	(158)
Receipts received from related parties	-	80
Acquisition of intangible assets and contract assets	(25,508)	(21,111)
Investment in a subsidiary	(1,184)	-
Financial income received	3,849	1,258
<b>NET CASH FLOW USED IN INVESTMENT ACTIVITIES</b>	<b>(23,340)</b>	<b>(19,931)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Paid to financial obligations	(17,000)	5,000
Increase in financial obligations	49,369	-
Financial interest paid	(11,600)	(9,126)
Paid to right-of-use assets	(643)	(652)
<b>NET CASH FLOW PROVIDED BY (USED IN) FINANCING ACTIVITIES</b>	<b>20,126</b>	<b>(4,778)</b>
NET INCREASE IN CASH	21,182	339
Effect of exchange rate changes on cash	961	163
CASH AT BEGINNING OF PERIOD	11,448	20,737
<b>CASH AT END OF PERIOD</b>	<b>33,591</b>	<b>21,239</b>