

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

## **Financial Statements**

As of September 30, 2015 and December 31, 2014

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

## **TABLE OF CONTENTS**

---

### **Pages**

FINANCIAL STATEMENTS FOR THE YEARS ENDED ON SEPTEMBER 30, 2015  
AND DECEMBER 31, 2014

Statement of Financial Position	3
Statements of Comprehensive Income	4
Statements of Changes in Equity	5
Statements of Cash Flow	6

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

### STATEMENT OF FINANCIAL POSITION SEPTEMBER 30, 2015 AND DECEMBER 31, 2014

	<u>30/09/2015</u>	<u>31/12/2014</u>		<u>30/09/2015</u>	<u>31/12/2014</u>
	<u>US\$000</u>	<u>US\$000</u>		<u>US\$000</u>	<u>US\$000</u>
<b>ASSETS</b>			<b>EQUITY AND LIABILITIES</b>		
<b>CURRENT ASSETS:</b>			<b>CURRENT LIABILITIES</b>		
Cash and cash equivalents	73,814	79,413	Other financial Liabilities	12,864	-
Trade receivables (net)	71,523	73,850	Accounts payable	45,018	49,823
Accounts receivable from related parties	105	92	Accounts payable from related parties	6,399	-
Inventories	20,283	21,145	Current income tax payable	5,030	-
Other receivables	15,720	15,276	Other accounts payable	29,230	23,571
Pre-paid expenses	-	2,152		<u>14,627</u>	<u>13,128</u>
Other non financial Assets	<u>1,956</u>	<u>783</u>			
			Total current liabilities	<u>113,168</u>	<u>86,522</u>
Total Current Assets	<u>183,401</u>	<u>192,711</u>			
<b>NON-CURRENT ASSETS</b>			<b>NON CURRENT LIABILITIES</b>		
Trade receivables (net)	21,865	12,474	Other financial Liabilities	327,786	318,054
Property, plant and equipment (net)	8,541	9,444	Deferred tax liabilities	246	78
Intangible assets	512,846	472,714	Provisions	3,985	3,260
Deferred taxes assets	-	-	Deferred income	-	765
Other receivables	<u>22</u>	<u>8,371</u>	Other accounts payable	8,408	7,521
Total non-current assets	<u>543,274</u>	<u>503,003</u>	Total non-current liabilities	<u>340,425</u>	<u>329,678</u>
			Total liabilities	<u>453,593</u>	<u>416,200</u>
			<b>EQUITY</b>		
			Issued capital	230,352	235,583
			Legal reserve	12,163	8,633
			Retained earnings	<u>30,567</u>	<u>35,298</u>
			Total equity	<u>273,082</u>	<u>279,514</u>
<b>TOTAL</b>	<u>726,675</u>	<u>695,714</u>	<b>TOTAL</b>	<u>726,675</u>	<u>695,714</u>

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

### **STATEMENT OF COMPREHENSIVE INCOME FOR THE YEARS ENDED SEPTEMBER 30, 2015 AND 2014**

	<u>30/09/2015</u>	<u>30/09/2014</u>
	<u>US\$000</u>	<u>US\$000</u>
<b>OPERATIONAL INCOME</b>		
Income from natural gas sales, transport distributions sales, transport distributions and associated services	333,777	316,107
Income from the main grid extension	55,781	60,255
Other operational income	5,280	4,006
<b>Total operational income</b>	<b>394,838</b>	<b>380,368</b>
<b>COST OF SALES</b>		
Cost of natural gas sales, transport distributions and associated services	(250,278)	(238,379)
Cost of sales from the main grid extension	(55,781)	(60,255)
Gross profit	88,779	81,734
Administrative expenses	(19,591)	(20,173)
Commercialization expenses	(6,736)	(6,911)
Other (expenses) income	271	246
Operative profit	62,723	54,896
Financial income	1,484	504
Financial expenses	(11,537)	(10,780)
Exchange difference, net	(4,497)	(3,680)
Pre-income tax result	48,173	40,940
Income tax expense	(17,606)	(11,769)
<b>Net profit of the year</b>	<b>30,567</b>	<b>29,171</b>
Other integral result of the year	-	-
<b>Total integral result of the year</b>	<b>30,567</b>	<b>29,171</b>
Net profit per share:		
Basic and diluted (in USD)	0.131	0.129

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

### STATEMENT OF CHANGES IN EQUITY FOR THE YEARS ENDED SEPTEMBER 30, 2015 AND 2014

	<u>Issued Capital</u> US\$000	<u>Legal Reserve</u> US\$000	<u>Retained earnings</u> US\$000	<u>Total Equity</u> US\$000
BALANCE AS OF JANUARY 1, 2014	220,528	6,960	16,728	244,216
Net profit for the year	-	-	29,171	29,171
Other integral result	-	-	-	-
Provision for legal reserve	-	1,673	-1,673	-
Issue of share capital	-	-	-	-
Retained earnings Capitalization	15,055	-	-15,055	-
BALANCE AS OF SEPTEMBER 30, 2014	<u>235,583</u>	<u>8,633</u>	<u>29,171</u>	<u>273,387</u>
BALANCE AS OF JANUARY 1, 2015	235,583	8,633	35,298	279,514
Net profit for the year	0	-	30,567	30,567
Other integral result	-	-	-	-
Provision for legal reserve	-	3,530	-3,530	-
Issue of share capital	-5,231	-	-	-5,231
Retained earnings Capitalization	-	-	-	-
Dividend Distribution	-	-	-31,768	-31,768
BALANCE AS OF SEPTEMBER 30, 2015	<u>230,352</u>	<u>12,163</u>	<u>30,567</u>	<u>273,082</u>

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

### **STATEMENT OF CASH FLOW FOR THE YEARS ENDED SEPTEMBER 31, 2014 AND 2013**

	<b>30/09/2015</b>	<b>30/09/2014</b>
	<b>US\$000</b>	<b>US\$000</b>
<b>OPERATING ACTIVITIES:</b>		
Collection corresponding to:		
Income for distribution services	325,908	312,626
Other cash income related to operating activities	10,279	-
Payments corresponding to:		
Suppliers of goods and services	(238,621)	(236,956)
Employee benefits	(14,720)	(16,109)
Income tax	(3,653)	(11,324)
Interests	(14,344)	(14,320)
Other cash payments related to operating activities	(3,861)	(7,519)
Net cash provided by operating activities	<u>60,988</u>	<u>26,398</u>
<b>INVESTMENT ACTIVITIES:</b>		
Collection corresponding to:		
Sale of Property, plant and equipment	80	60
Payments corresponding to:		
Investment in concession goods	(56,965)	(62,289)
Software purchase	-	-
Purchase of machinery and equipment and ongoing works	-	-
Net cash provided by operating activities	<u>(149)</u>	<u>(992)</u>
Net cash provided by operating activities	<u>(57,034)</u>	<u>(63,221)</u>
<b>FINANCING ACTIVITIES:</b>		
Collection corresponding to:		
Loans received		
Capital contribution	28,441	-
Financial contribution and overcharge	-	-
Payments corresponding to:		
Financial contribution and overcharge refund	-	-
Payment of related entity loans	(338)	(9,749)
Payment to related entity loans	(31,768)	-
Payment of loan received	(5,888)	-
Net cash provided by operating activities	<u>(9,553)</u>	<u>(9,749)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		
	<u>(5,599)</u>	<u>(46,572)</u>
<b>CASH AND CASH EQUIVALENTS AT THE START OF THE YEAR</b>		
	<u>79,413</u>	<u>104,958</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>		
	<u>73,814</u>	<u>58,386</u>