

Dominican Power Partners

(An Indirectly Owned Subsidiary of The AES Corporation)

Unaudited Financial Statements

As of March 31, 2023

Dominican Power Partners

(An Indirectly Owned Subsidiary of The AES Corporation)

Unaudited Statements of Financial Position

As of March 31, 2023 and December 31, 2022

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

	<u>2023</u>	<u>2022</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 71,901	\$ 6,253
Accounts receivables trade, net	67,901	143,870
Accounts receivables from related parties	47,949	51,645
Interests receivable from related party	31,777	31,229
Inventories, net	2,962	2,847
Other non-financial assets	2,759	2,851
Total current assets	<u>225,249</u>	<u>238,695</u>
Non-current assets:		
Property, plant and equipment, net	258,526	262,665
Intangible assets, net	262	285
Right-of-use assets, net	306	392
Other non-financial assets	388	456
Total non-current assets	<u>259,482</u>	<u>263,798</u>
Total assets	<u>\$ 484,731</u>	<u>\$ 502,493</u>

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As of March 31, 2023 and December 31, 2022

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

	<u>2023</u>	<u>2022</u>
LIABILITIES AND STOCKHOLDER'S EQUITY		
Current liabilities:		
Account payable suppliers and other liabilities	\$ 16,484	\$ 18,183
Account payable to related parties	15,461	45,632
Interests payable to related party	2,248	874
Income tax payable	2,946	6,456
Lease liabilities	244	295
Total current liabilities	<u>37,383</u>	<u>71,440</u>
Non-current liabilities:		
Bonds payable, net	258,432	258,322
Loans payable non-current to related party	51,988	51,988
Deferred income tax, net	31,981	31,676
Lease liabilities	71	107
Other non-financial liabilities	5,282	5,242
Total non-current liabilities	<u>347,754</u>	<u>347,335</u>
Total liabilities	<u>385,137</u>	<u>418,775</u>
Stockholders' equity:		
Authorized capital	15,000	15,000
Contributed capital	104,976	104,976
Additional paid-in-capital	1,212	1,195
Restricted retained earnings	9,086	9,208
Accumulated (deficit) profit	(30,680)	(46,661)
Total stockholders' equity	<u>99,594</u>	<u>83,718</u>
Total liabilities and stockholder's equity	<u>\$ 484,731</u>	<u>\$ 502,493</u>

Dominican Power Partners

(An Indirectly Owned Subsidiary of The AES Corporation)

Unaudited Statements of Income

For the three months ended March 31, 2023 and 2022

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

	<u>2023</u>	<u>2022</u>
Electricity sales - contracts	\$ 48,736	\$ 76,878
Electricity sales- intercompany and spot market	6,350	7,676
Revenues	55,086	84,554
Operating costs and expenses		
Electricity purchases	(5,524)	(10,632)
Fuel and fuel related costs	(14,277)	(32,584)
Operating, general and maintenance expense	(5,767)	(6,006)
Depreciation and amortization	(4,726)	(5,172)
Total operating costs and expenses	(30,294)	(54,394)
Operating income	24,792	30,160
Other (expenses) income		
Interest expense, net	(3,840)	(4,598)
Other expense, net	(2)	(79)
Exchange loss, net	(1,455)	(1,346)
Income before income tax expense	19,495	24,137
Income tax expense	(1,701)	(9,241)
Net income	\$ 17,794	\$ 14,896
Net income per share	\$ 1.06	\$ 0.99

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Unaudited Statements of Changes in Stockholders' Equity

As of March 31, 2023

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

	Number of shares	Authorized capital	Contributed capital	Additional paid-in capital	Accumulated deficit	Restricted retaining earnings	Total stockholder's equity
Balance as of December 31, 2022	15,000,100	15,000	104,976	1,195	(46,661)	9,208	83,718
Net income	—	—	—	—	15,859	—	15,859
Revaluation effect	—	—	—	—	122	(122)	—
Capital increase	—	—	—	17	—	—	17
Balance as of March 31, 2023	15,000,100	\$ 15,000	\$ 104,976	\$ 1,212	\$ (30,680)	\$ 9,086	\$ 99,594

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Unaudited Statements of Cash Flows

For the three months ended March 31, 2023 and 2022

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

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities:		
Net income	\$ 15,859	\$ 14,896
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	4,618	4,980
Amortization of intangible assets	22	111
Amortization of right-of-use assets	86	80
Lease interest, net	4	4
Income tax expense	1,701	9,241
Amortization of deferred financing costs	83	78
Allowance for doubtful accounts	(37)	80
Loss on retirement of property, plant and equipment	2	80
Stock-based compensation	57	23
Interest expense, net	3,757	4,520
Exchange loss, net	1,455	1,346
Changes in operating assets and liabilities:		
Decrease (increase) in accounts receivable	74,655	(12,730)
Decrease (increase) in accounts receivable related parties	3,148	(10,038)
Increase in inventories	(115)	(93)
Decrease (increase) in other assets	160	(6,287)
Increase (decrease) in accounts payable suppliers and other liabilities	5,024	(4,627)
(Decrease) increase in accounts payable related parties	(29,097)	8,496
Increase in other liabilities	72	46
Interest received	1,352	815
Interest paid	(4,020)	(4,020)
Income tax paid	(12,354)	(6,857)
Net cash provided by operating activities	<u>66,432</u>	<u>144</u>
Carried forward...	<u>66,432</u>	<u>144</u>

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Unaudited Statements of Cash Flows

For the three months ended March 31, 2023 and 2022

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

	<u>2023</u>	<u>2022</u>
Brought forward...	\$ 66,432	\$ 144
Cash flows from investing activities:		
Acquisition of property, plant and equipment	(428)	(1,010)
Advance payments for the acquisition of property, plant and equipment	(248)	(143)
Restricted cash	—	(6)
Net cash used in investing activities	(676)	(1,159)
Cash flows from financing activities:		
Dividends paid	—	(28,684)
Acquisition of property, plant and equipment	—	(751)
Payment of lease liabilities	(108)	(100)
Net cash used in financing activities	(108)	(29,535)
Net increase in cash and cash equivalents	65,648	(30,550)
Cash and cash equivalents at the beginning of the year	6,253	40,557
Cash and cash equivalents at the end of the period	\$ 71,901	\$ 10,007

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Notes to Unaudited Statements

As of March 31, 2023

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

Property, plant and equipment, net

The activity in property, plant and equipment, net as of March 31, 2023 consist of the following:

	<u>Land</u>	<u>Buildings</u>	<u>Generation plant</u>	<u>Spare parts</u>	<u>Office equipment and others</u>	<u>Construction in progress</u>	<u>Total</u>
<u>Cost:</u>							
Beginning balance	\$ 9,256	\$ 7,394	\$ 434,520	\$ 9,120	\$ 3,440	\$ 2,480	\$ 466,210
Additions	—	—	—	13	—	467	480
Retirements	—	—	—	—	(91)	—	(91)
Reclassifications	—	—	221	(10)	149	(360)	—
Ending balance	\$ 9,256	\$ 7,394	\$ 434,741	\$ 9,123	\$ 3,498	\$ 2,587	\$ 466,599
<u>Accumulated depreciation:</u>							
Beginning balance	\$ —	\$ 2,758	\$ 190,875	\$ 7,276	\$ 2,635	\$ —	\$ 203,544
Additions	—	80	4,438	—	100	—	4,618
Retirements	—	—	—	—	(89)	—	(89)
Ending balance	—	2,838	195,313	7,276	2,646	—	208,073
Net balance	\$ 9,256	\$ 4,556	\$ 239,428	\$ 1,847	\$ 852	\$ 2,587	\$ 258,526

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Notes to Unaudited Statements

As of March 31, 2023

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

Interest expense, net

Interest expense, net as of March 31, 2023 and 2022 consist of the following:

	<u>2023</u>	<u>2022</u>
Interest expense - financial	\$ (1,997)	\$ (3,929)
Interest expense - commercial and others	(2,338)	(525)
Interest expense - leases	(4)	(4)
Interest expense - related parties	(1,578)	(996)
Subtotal	<u>(5,917)</u>	<u>(5,454)</u>
Amortization of deferred financing costs	(83)	(78)
Interest income - commercial	1,597	715
Interest income - financial	111	11
Interest income - related parties	452	208
Subtotal	<u>2,160</u>	<u>934</u>
Total	<u><u>\$ (3,840)</u></u>	<u><u>\$ (4,598)</u></u>