

# **AES España B.V. and Subsidiaries**

(An Indirectly Owned Subsidiary of The AES Corporation)

**Unaudited Consolidated Financial Statements**

**As of September 30, 2024**

**AES España B.V. and Subsidiaries**

(An Indirectly Owned Subsidiary of The AES Corporation)

**Unaudited Consolidated Statements of Financial Position**

**As of September 30, 2024 and December 31, 2023**

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

	<u><b>2024</b></u>	<u><b>2023</b></u>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 98,242	\$ 124,942
Restricted cash	23,652	10,183
Accounts receivables trade, net	127,851	111,286
Accounts receivables from related parties	105,779	21,621
Interests receivable from related party	2,425	339
Inventories, net	51,273	82,658
Account receivables for financial lease	600	600
Contracts assets	2,448	2,448
Other non-financial assets	17,345	9,681
Other financial assets	1,420	5,706
Prepaid financial costs	4,441	—
Income tax receivable	3,893	—
<b>Total current assets</b>	<u><b>439,369</b></u>	<u><b>369,464</b></u>
<b>Non-current assets:</b>		
Property, plant and equipment, net	819,754	733,186
Intangible assets, net	43,502	45,057
Contracts assets	13,941	15,730
Account receivables for financial lease	15,321	6,105
Right-of-use assets, net	14,928	14,358
Other non-financial assets	4,541	12,072
Other financial assets	1,612	1,874
Investment in affiliate	93,903	76,371
Loan receivable related party	51,988	51,988
<b>Total non-current assets</b>	<u><b>1,059,490</b></u>	<u><b>956,741</b></u>
<b>Total assets</b>	<u><b>\$ 1,498,859</b></u>	<u><b>\$ 1,326,205</b></u>

**AES España B.V. and Subsidiaries**

(An Indirectly Owned Subsidiary of The AES Corporation)

**Unaudited Consolidated Statements of Financial Position****As of September 30, 2024 and December 31, 2023***(Expressed in thousands of dollars of the United States of America)*

	<u>2024</u>	<u>2023</u>
<b>LIABILITIES AND STOCKHOLDER'S EQUITY</b>		
<b>Current liabilities:</b>		
Account payable suppliers and other liabilities	\$ 193,387	\$ 96,209
Account payable to related parties	117,457	92,017
Line of credit payable	128,094	133,000
Loans and interests payable to related party	758	33,517
Loans payable current, net	30,136	16,402
Income tax payable	2,018	12,054
Lease liabilities	949	912
Other financial liabilities	1,121	193
<b>Total current liabilities</b>	<b>473,920</b>	<b>384,304</b>
<b>Non-current liabilities:</b>		
Bonds payable, net	297,184	296,576
Loans payable non-current, net	269,761	292,215
Loans payable non-current related party	34,603	—
Deferred income tax, net	56,196	51,729
Lease liabilities	14,071	13,827
Other financial liabilities	13,179	10,331
Other non-financial liabilities	2,521	2,485
<b>Total non-current liabilities</b>	<b>687,515</b>	<b>667,163</b>
<b>Total liabilities</b>	<b>1,161,435</b>	<b>1,051,467</b>
<b>Stockholders' equity:</b>		
Authorized capital	18	18
Additional paid-in-capital	271,652	271,652
Restricted retained earnings	11,263	12,059
Retained earnings (accumulated deficit)	58,683	(5,516)
Other comprehensive income	(4,267)	(3,545)
<b>Subtotal</b>	<b>337,349</b>	<b>274,668</b>
Non-controlling interest	75	70
<b>Total stockholders' equity</b>	<b>337,424</b>	<b>274,738</b>
<b>Total liabilities and stockholder's equity</b>	<b>\$ 1,498,859</b>	<b>\$ 1,326,205</b>

**AES España B.V. and Subsidiaries**

(An Indirectly Owned Subsidiary of The AES Corporation)

**Unaudited Consolidated Statements of Income****For the nine months ended September 30, 2024 and 2023**

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

	<u>2024</u>	<u>2023</u>
<b>Revenues</b>	<b>\$ 979,248</b>	<b>\$ 877,332</b>
<b>Operating costs and expenses</b>		
Cost of fuel, electricity purchases, transmission costs and others	(793,840)	(669,910)
Operating, general and maintenance expense	(56,305)	(48,053)
Depreciation and amortization	(31,636)	(31,215)
<b>Total operating costs and expenses</b>	<b>(881,781)</b>	<b>(749,178)</b>
<b>Operating income</b>	<b>97,467</b>	<b>128,154</b>
<b>Other (expenses) income</b>		
Interest expense, net	(29,940)	(28,366)
Equity participation in affiliate	17,481	13,854
Other income (expense),net	6,259	(4,793)
Exchange gain (loss), net	2,041	(424)
<b>Income before income tax expense</b>	<b>93,308</b>	<b>108,425</b>
Income tax expense	(29,900)	(37,162)
<b>Net income</b>	<b>\$ 63,408</b>	<b>\$ 71,263</b>
<b>Attributable to:</b>		
Non-controlling interest	5	7
Attributable to shareholders of the parent company	63,403	71,256
	<b>\$ 63,408</b>	<b>\$ 71,263</b>
<b>Net income per share</b>	<b>\$ 348</b>	<b>\$ 392</b>

## AES España B.V. and Subsidiaries

(An Indirectly Owned Subsidiary of The AES Corporation)

### Unaudited Consolidated Statements of Changes in Stockholders' Equity

As of September 30, 2024 and December 31, 2023

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

	Number of shares	Authorized capital	Additional paid-in capital	Accumulated deficit (retained earnings)	Restricted retaining earnings	Other comprehensive income	Subtotal	Non- controlling interest	Total stockholder's equity
<b>Balance as of December 31, 2023</b>	<b>182</b>	<b>18</b>	<b>271,652</b>	<b>(5,516)</b>	<b>12,059</b>	<b>(3,545)</b>	<b>274,668</b>	<b>70</b>	<b>274,738</b>
Net income	—	—	—	63,403	—	—	63,403	5	63,408
Revaluation effect	—	—	—	796	(796)	—	—	—	—
Changes in the fair value of derivative instruments	—	—	—	—	—	(4,089)	(4,089)	—	(4,089)
Affiliate derivative instruments	—	—	—	—	—	343	343	—	343
Deferred Tax	—	—	—	—	—	3,024	3,024	—	3,024
<b>Balance as of September 30, 2024</b>	<b>182</b>	<b>\$ 18</b>	<b>\$ 271,652</b>	<b>\$ 58,683</b>	<b>\$ 11,263</b>	<b>\$ (4,267)</b>	<b>\$337,349</b>	<b>\$ 75</b>	<b>\$ 337,424</b>

## AES España B.V. and Subsidiaries

(An Indirectly Owned Subsidiary of The AES Corporation)

### Unaudited Consolidated Statements of Cash Flows

For the nine months ended September 30, 2024 and 2023

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

	<u>2024</u>	<u>2023</u>
<b>Cash flows from operating activities:</b>		
Net income	\$ 63,408	\$ 71,263
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	28,933	28,599
Amortization of intangible assets	2,302	2,118
Amortization of right-of-use assets	400	498
Lease interest, net	663	650
Loss on derivative financial instruments not realized	519	17,051
Income tax expense	29,900	37,162
Amortization of deferred financing costs	3,321	1,806
Allowance for doubtful accounts	39	(65)
Loss on retirement of property, plant and equipment	419	4,886
Gain on sale of disposals of property, plant and equipment	(5,069)	(64)
Expense due to increases in obligations for asset retirement	36	—
Equity participation in investment in affiliate	(17,481)	(13,854)
Stock-based compensation	144	118
Interest expense, net	25,956	25,908
Exchange (gain) loss, net	(2,041)	424
<b>Changes in operating assets and liabilities:</b>		
Decrease in accounts receivable	(26,631)	(14,208)
(Increase) decrease in accounts receivable from related parties	(87,320)	33,338
Decrease (increase) in inventories	31,385	(58,277)
Increase in other assets	(7,380)	(19,359)
Decrease (increase) in contracts assets	1,789	(1,534)
Increase in accounts payable suppliers and other liabilities	47,460	13,882
(Decrease) increase in accounts payable to related parties	(10,374)	18,422
Increase in other liabilities	—	4,755
Interest received	812	2,242
Interest paid	(27,205)	(23,949)
Income tax paid	(38,262)	(38,490)
<b>Net cash provided by operating activities</b>	<u><b>15,723</b></u>	<u><b>93,322</b></u>
<b>Carried forward...</b>	<u><b>15,723</b></u>	<u><b>93,322</b></u>

**AES España B.V. and Subsidiaries**

(An Indirectly Owned Subsidiary of The AES Corporation)

**Unaudited Consolidated Statements of Cash Flows****For the nine months ended September 30, 2024 and 2023***(Expressed in thousands of dollars of the United States of America)*

	<b><u>2024</u></b>	<b><u>2023</u></b>
<b>Brought forward...</b>	<b>\$ 15,723</b>	<b>\$ 93,322</b>
<b>Cash flows from investing activities:</b>		
Acquisition of property, plant and equipment	(97,555)	(72,153)
Advance payments for the acquisition of property, plant and equipment	(2,967)	(8,543)
Acquisition of intangible assets	(746)	(127)
Restricted cash	(13,468)	—
<b>Net cash used in investing activities</b>	<b><u>(114,736)</u></b>	<b><u>(80,823)</u></b>
<b>Cash flows from financing activities:</b>		
Proceeds from line of credit	105,094	130,000
Proceeds from new loans	—	50,000
Proceeds from supplier finance	89,985	—
Payment of line of credit	(110,000)	(130,000)
Payment of loans	(9,733)	(9,945)
Acquisition of property, plant and equipment	(1,987)	(638)
Payment of lease liabilities	(1,046)	(153)
<b>Net cash provided by financing activities</b>	<b><u>72,313</u></b>	<b><u>39,264</u></b>
Net (decrease) increase in cash and cash equivalents	(26,700)	51,763
Cash and cash equivalents at the beginning of the period	124,942	70,328
<b>Cash and cash equivalents at the end of the period</b>	<b><u>\$ 98,242</u></b>	<b><u>\$ 122,091</u></b>