

**AES Andres B.V. and Subsidiaries**  
(An Indirectly Owned Subsidiary of The AES Corporation)  
Unaudited Consolidated Financial Statements  
As of June 30, 2022

**AES Andres B.V. and Subsidiaries**  
**(An Indirectly Owned Subsidiary of The AES Corporation)**  
**Unaudited Consolidated Statements of Financial Position**  
**As of June 30, 2022 and December 31, 2021**

(Amounts expressed in thousands of dollars of the United States of America)

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 118,429	\$ 42,805
Accounts receivables trade, net	115,159	63,290
Accounts receivables related parties	111,858	121,336
Interests receivable related party	633	568
Account receivables for financial lease	161	161
Contracts assets	378	179
Inventories, net	65,623	30,943
Other financial assets	30,443	241
Other non-financial assets	12,051	1,048
Total current assets	<u>454,735</u>	<u>260,571</u>
<b>Non-current assets</b>		
Property, plant and equipment, net	632,953	529,558
Intangible assets, net	48,819	3,715
Contracts assets	15,542	10,337
Account receivables for financial lease	5,579	5,740
Right-of-use assets, net	15,108	7,007
Investment in affiliate	53,551	49,883
Loan receivable related party	51,988	51,988
Other financial assets	3,266	1,800
Other non-financial assets	1,665	256
Total non-current assets	<u>828,470</u>	<u>660,284</u>
<b>Total assets</b>	<u><u>\$ 1,283,205</u></u>	<u><u>\$ 920,855</u></u>

**AES Andres B.V. and Subsidiaries**  
**(An Indirectly Owned Subsidiary of The AES Corporation)**  
**Unaudited Consolidated Statements of Financial Position (continued)**  
**As of June 30, 2022 and December 31, 2021**

(Amounts expressed in thousands of dollars of the United States of America)

	<u>2022</u>	<u>2021</u>
<b>LIABILITIES AND STOCKHOLDER'S EQUITY</b>		
<b>Current liabilities</b>		
Account payable suppliers and other liabilities	\$ 93,148	\$ 50,628
Account payable - related parties	209,289	156,963
Line of credit payable	138,000	-
Loans payable current, net	24,392	11,647
Loans and interests payable related party	30,780	30,403
Income tax payable	2,054	6,111
Other financial liabilities	6,266	648
Lease liabilities	7,001	423
Total current liabilities	<u>510,930</u>	<u>256,823</u>
<b>Non-current liabilities</b>		
Bonds payable, net	296,538	295,838
Loans payable non-current, net	173,539	74,348
Deferred income tax, net	49,938	51,333
Lease liabilities	8,198	6,659
Other financial liabilities	428	507
Other long-term liabilities	2,284	4,923
Asset retirement obligation	694	
Total non-current liabilities	<u>531,619</u>	<u>433,608</u>
<b>Total liabilities</b>	<u>1,042,549</u>	<u>690,431</u>
<b>Stockholders' equity</b>		
Authorized capital	18	18
Additional paid-in-capital	271,650	271,646
Restricted retained earnings	14,069	14,767
Accumulated deficit	(44,508)	(55,434)
Other comprehensive income	(622)	(622)
Subtotal	<u>240,607</u>	<u>230,375</u>
Non-controlling interest	49	49
Total stockholders' equity	<u>240,656</u>	<u>230,424</u>
<b>TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY</b>	<u><u>\$ 1,283,205</u></u>	<u><u>\$ 920,855</u></u>

**AES Andres B.V. and Subsidiaries**  
**(An Indirectly Owned Subsidiary of The AES Corporation)**  
**Unaudited Consolidated Statements of Income**  
**For the six months ended June 30, 2022 and 2021**

(Amounts expressed in thousands of dollars of the United States of America)

	<u>2022</u>	<u>2021</u>
<b>Revenues</b>	\$ 543,564	\$ 362,050
<b>Operating costs and expenses</b>		
Cost of fuel, electricity purchases, transmission costs and others	(472,928)	(278,416)
Operating, general and maintenance expense	(34,458)	(23,163)
Depreciation and amortization	(13,573)	(13,132)
<b>Total operating costs and expenses</b>	<u>(520,959)</u>	<u>(314,711)</u>
<b>Operating income</b>	22,605	47,339
<b>Other (expenses) income</b>		
Interest expense, net	(8,562)	(15,982)
Debt discount amortization	-	(111)
Other expense, net	(1,249)	(7,852)
Equity participation in investment in affiliate	3,668	3,234
Exchange loss, net	(3,442)	(1,071)
<b>Income before income tax expense</b>	<b>13,020</b>	<b>25,557</b>
Income tax expense	(2,792)	(21,303)
<b>Net income</b>	<b><u>\$ 10,228</u></b>	<b><u>\$ 4,254</u></b>
Attributable to:		
Non-controlling interest	-	2
Attributable to shareholders of the parent company	10,228	4,252
	<b><u>\$ 10,228</u></b>	<b><u>\$ 4,254</u></b>
Net income per share (expressed in dollars of the United States of America)	<b><u>56</u></b>	<b><u>23</u></b>

**AES Andres B.V. and Subsidiaries**  
**(An Indirectly Owned Subsidiary of The AES Corporation)**  
**Unaudited Consolidated Statements of Changes in Stockholders' Equity**  
**As of June 30, 2022**

(Amounts expressed in thousands of dollars of the United States of America)

	<b>Number of shares</b>	<b>Authorized capital</b>	<b>Additional paid-in capital</b>	<b>Accumulated deficit</b>	<b>Restricted retaining earnings</b>	<b>Other comprehensive income</b>	<b>Subtotal</b>	<b>Non- controlling interest</b>	<b>Total stockholders' equity</b>
Balance as of January 1, 2022	182	\$ 18	\$ 271,646	\$ (55,434)	\$ 14,767	\$ (622)	\$ 230,375	\$ 49	\$ 230,424
Revaluation effect	-	-	-	698	(698)	-	-	-	-
Net income	-	-	-	10,228	-	-	10,228	-	10,228
Capital increase	-	-	4	-	-	-	4	-	4
<b>Balance as of June 30, 2022</b>	<b>182</b>	<b>\$ 18</b>	<b>\$ 271,650</b>	<b>\$ (44,508)</b>	<b>\$ 14,069</b>	<b>\$ (622)</b>	<b>\$ 240,607</b>	<b>\$ 49</b>	<b>\$ 240,656</b>

**AES Andres B.V. and Subsidiaries**  
**(An Indirectly Owned Subsidiary of The AES Corporation)**  
**Unaudited Consolidated Statements of Cash Flows**  
**For the six months ended June 30, 2022 and 2021**

(Amounts expressed in thousands of dollars of the United States of America)

	<u>2022</u>	<u>2021</u>
<b>Cash flows from operating activities</b>		
Net income	\$ 10,228	\$ 4,254
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	13,313	12,794
Amortization of intangible assets	260	338
Amortization of right-of-use assets	5,602	89
Lease interest, net	179	149
Derivative financial instruments	(25,828)	206
Income tax expense	2,792	21,303
Amortization of deferred financing costs	552	443
Debt discount amortization	-	111
Allowance for doubtful accounts	(12)	39
Loss on early extinguishment of debt	-	14,323
Loss on retirement of property, plant and equipment	1,545	273
Gain on sale of disposals of property, plant and equipment	(272)	(45)
Equity participation in investment in affiliate	(3,668)	(3,234)
Stock-based compensation	17	4
Interest expense, net	8,010	15,539
Exchange loss, net	3,442	1,071
Changes in operating assets and liabilities:		
Increase in accounts receivable	(47,469)	(13,728)
Decrease (increase) in accounts receivable related parties	9,414	(23,132)
Decrease in other accounts receivable related parties	-	28,043
(Increase) decrease in inventories	(34,279)	10,408
Increase in other assets	(9,002)	(6,734)
Increase in contracts assets	(5,404)	(2,755)
Increase in accounts payable suppliers and other liabilities	35,380	9,735
Increase in accounts payable related parties	52,703	297
Increase (decrease) in other liabilities	5,539	(124)
Interest received	165	164
Interest paid	(10,269)	(10,505)
Income tax paid	(14,313)	(24,686)
<b>Net cash (used in) provided by operating activities</b>	<b><u>(1,375)</u></b>	<b><u>34,640</u></b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(12,661)	(16,710)
Advance payments for the acquisition of property, plant and equipment	(1,233)	(3,019)
Acquisition of intangible assets	-	(42)
Payment of related party loan	-	(51,988)
Asset acquisition, net of cash received	(85,666)	-
<b>Net cash used in investing activities</b>	<b><u>(99,560)</u></b>	<b><u>(71,759)</u></b>
<b>Cash flows from financing activities</b>		
Proceeds from intercompany loan	-	30,000
Proceeds from line of credit	176,500	15,000
Proceeds from new loans	45,000	333,500
Payment of line of credit	(38,500)	(45,000)
Penalty payment on early extinguishment of debt	-	(8,749)
Payment of loans	(3,803)	(265,154)
Payments of deferred financing costs	(1,134)	(4,896)
Acquisition of property, plant and equipment	(1,406)	-
Payment of lease liabilities	(98)	(63)
<b>Net cash provided by financing activities</b>	<b><u>176,559</u></b>	<b><u>54,638</u></b>
Net increase in cash and cash equivalents	75,624	17,519
Cash and cash equivalents at the beginning of the year	42,805	50,095
<b>Cash and cash equivalents at the end of the period</b>	<b><u>\$ 118,429</u></b>	<b><u>\$ 67,614</u></b>

As of June 30, 2022

	Land	Buildings	Generation plant	Spare parts	Office equipment and others	Construction in progress	Total
<b><u>Cost:</u></b>							
Beginning balance	36,957	18,594	679,077	20,320	6,326	51,909	813,183
Additions	-	-	83	-	151	14,269	14,503
Retirements	(304)	(1)	(2,242)	-	(88)	-	(2,635)
Reclassifications	-	626	53,036	385	703	(54,750)	0
Asset Acquisition	193	1,825	100,995	-	452	285	103,750
<b>Ending balance</b>	<b>36,846</b>	<b>21,044</b>	<b>830,949</b>	<b>20,705</b>	<b>7,544</b>	<b>11,713</b>	<b>928,801</b>
<b><u>Accumulated depreciation:</u></b>							
Beginning balance	-	6,225	267,160	5,125	5,115	-	283,625
Additions	-	337	12,672	-	304	-	13,313
Retirements	-	-	(1,002)	-	(88)	-	(1,090)
Reclassifications	-	-	343	(343)	-	-	-
Ending balance	-	6,562	279,173	4,782	5,331	-	295,848
<b>Net balance</b>	<b>36,846</b>	<b>14,482</b>	<b>551,776</b>	<b>15,923</b>	<b>2,213</b>	<b>11,713</b>	<b>632,953</b>

<b>Interest expense, net</b>	<b>June</b>	
	<b><u>2022</u></b>	<b><u>2021</u></b>
Interest expense - financial	\$ (10,103)	\$ (10,294)
Interest expense - commercial and others	-	(41)
Interest expense - leases	(179)	(149)
Interest expense - related parties	(419)	-
Subtotal	<b><u>(10,701)</u></b>	<b><u>(10,484)</u></b>
Write-off deferred financing costs and debt discount	-	(5,574)
Amortization of deferred financing costs	(552)	(443)
Interest income - commercial	252	201
Interest income - financial	368	318
Interest income - related parties	2,071	-
Subtotal	<b><u>2,691</u></b>	<b><u>519</u></b>
<b>Total interest expense, net</b>	<b><u><u>\$ (8,562)</u></u></b>	<b><u><u>\$ (15,982)</u></u></b>