

Elektra Noreste, S.A. and subsidiary
(51% Owned by Panama Distribution Group, S.A.)

Financial Statements
December 31, 2023



Elektra Noreste, S.A. and Subsidiary
(51% Owned by Panama Distribution Group, S.A.)
Statement of financial position

| Assets | December 2023 | December 2022 |
|---|--------------------------|--------------------------|
| Non-current assets | | |
| Property, plant and equipment, net | 589,472,233 | 575,309,491 |
| Inventories | 3,354,607 | 2,603,548 |
| Investment property | 3,957,600 | 4,374,600 |
| Other intangible assets | 25,775,652 | 30,952,277 |
| Right-of-use asset - leases | 590,875 | 342,831 |
| Deferred tax asset | 426,098 | - |
| Other assets | 4,937,053 | 4,426,703 |
| Total non-current assets | <u>628,514,118</u> | <u>618,009,450</u> |
| Current assets | | |
| Inventories | 26,518,589 | 22,563,655 |
| Trade and other receivables | 174,384,457 | 173,148,879 |
| Other assets | 5,507,206 | 4,643,496 |
| Cash and cash equivalents | 9,554,212 | 5,419,478 |
| Total current assets | <u>215,964,464</u> | <u>205,775,508</u> |
| Total assets | <u>844,478,582</u> | <u>823,784,958</u> |
| Regulatory deferral account debit balance | 36,075,659 | 11,665,788 |
| Deferred tax liability related to the balances of deferred regulatory accounts | <u>(10,822,698)</u> | <u>(3,499,736)</u> |
| Total assets and debit balances of deferred regulatory accounts | <u>869,731,543</u> | <u>831,951,010</u> |

Elektra Noreste, S.A. and Subsidiary
(51% Owned by Panama Distribution Group, S.A.)
Statement of financial position (continued)

| Equity and liabilities | December 2023 | December 2022 |
|---|--------------------------|--------------------------|
| Equity | | |
| Issued capital | 106,642,962 | 106,642,962 |
| Treasury stocks | (574,511) | (574,511) |
| Other accumulated comprehensive loss | (401,813) | (402,677) |
| Retained earnings | 73,426,252 | 73,205,727 |
| Net profit for the period | <u>52,997,021</u> | <u>37,869,779</u> |
| Total equity | <u>232,089,911</u> | <u>216,741,280</u> |
| Non-current liabilities | | |
| Credits and loans | 229,967,354 | 179,979,129 |
| Other financial liabilities | 33,634,956 | 32,600,680 |
| Employee benefits | 2,479,929 | 2,428,890 |
| Deferred tax liability | - | 4,097,320 |
| Lease liabilities | 490,987 | 202,946 |
| Other liabilities | <u>1,463,312</u> | <u>1,607,321</u> |
| Total non-current liabilities | <u>268,036,538</u> | <u>220,916,286</u> |
| Current liabilities | | |
| Credits and loans | 199,813,882 | 202,981,814 |
| Other financial liabilities | 151,987,331 | 171,867,295 |
| Employee benefits | 21,726 | 16,876 |
| Income tax payable | 5,318,828 | 5,794,431 |
| Provisions | 12,192,640 | 13,321,382 |
| Lease liabilities | 126,679 | 162,977 |
| Other liabilities | <u>144,008</u> | <u>148,669</u> |
| Total current liabilities | <u>369,605,094</u> | <u>394,293,444</u> |
| Total liabilities | <u>637,641,632</u> | <u>615,209,730</u> |
| Total liabilities and regulatory deferral account credit balance | <u>637,641,632</u> | <u>615,209,730</u> |
| Total equity and liabilities | <u>869,731,543</u> | <u>831,951,010</u> |

Elektra Noreste, S.A. and Subsidiary
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Statement of changes in shareholders' equity

| | <u>Issued capital</u> | <u>Treasury stocks</u> | <u>Other comprehensive Income</u> | <u>Accumulated results</u> | <u>Total</u> |
|--|-----------------------|------------------------|-----------------------------------|----------------------------|--------------------|
| Balance at January 1, 2022 | 106,642,962 | (574,511) | (529,624) | 105,627,705 | 211,166,532 |
| Profit for the period | - | - | - | 37,869,779 | 37,869,779 |
| net of income tax | - | - | 126,947 | - | 126,947 |
| Total other comprehensive income | - | - | <u>126,947</u> | <u>37,869,779</u> | <u>37,996,726</u> |
| Dividends declared | - | - | - | (33,111,774) | (33,111,774) |
| Income tax related to transactions with owners | - | - | - | 689,796 | 689,796 |
| Balance at December 31, 2022 | <u>106,642,962</u> | <u>(574,511)</u> | <u>(402,677)</u> | <u>111,075,506</u> | <u>216,741,280</u> |
| Balance at January 1, 2023 | 106,642,962 | (574,511) | (402,677) | 111,075,506 | 216,741,280 |
| Profit for the period | - | - | - | - | - |
| Other comprehensive income for the year | - | - | - | 52,997,021 | 52,997,021 |
| net of income tax | - | - | - | - | - |
| Adjustment on initial application of IFRS 16 | - | - | 864 | - | 864 |
| Total other comprehensive income | - | - | <u>864</u> | <u>52,997,021</u> | <u>52,997,885</u> |
| Share repurchase | - | - | - | - | - |
| Dividends declared | - | - | - | (37,869,779) | (37,869,779) |
| Income tax related to transactions with owners | - | - | - | 220,525 | 220,525 |
| Balance at December 31, 2023 | <u>106,642,962</u> | <u>(574,511)</u> | <u>(401,813)</u> | <u>126,423,273</u> | <u>232,089,911</u> |

Elektra Noreste, S.A. and Subsidiary
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Statement of profit or loss and other comprehensive income

| | Twelve months ended | | Three months ended | |
|---|---------------------|--------------------|--------------------|--------------------|
| | December 2023 | December 2022 | December 2023 | December 2022 |
| Continuing operations | | | | |
| Rendering of services | 703,572,599 | 661,938,912 | 178,195,813 | 155,906,176 |
| Other operating income | 9,467,945 | 8,503,761 | 2,043,847 | 2,854,559 |
| Income from continuing operations | <u>713,040,544</u> | <u>670,442,673</u> | <u>180,239,660</u> | <u>158,760,735</u> |
| Other income | 2,808,176 | 3,735,045 | 485,447 | 1,122,456 |
| Total income | <u>715,848,720</u> | <u>674,177,718</u> | <u>180,725,107</u> | <u>159,883,191</u> |
| Costs for rendering services | 600,623,174 | 545,766,486 | 151,260,501 | 129,711,693 |
| Administrative expenses | 34,422,308 | 29,144,073 | 16,872,277 | 7,726,368 |
| Impairment of financial instruments | 5,087,994 | 1,399,474 | 2,360,960 | (1,458,712) |
| Other expenses | 4,143,626 | 5,912,872 | 1,721,791 | 4,858,697 |
| Finance income | 442,195 | 369,288 | 113,428 | 138,939 |
| Finance costs | 20,954,809 | 15,694,411 | 5,809,249 | 4,353,072 |
| Profit before tax | <u>51,059,004</u> | <u>76,629,690</u> | <u>2,813,757</u> | <u>14,831,012</u> |
| Income tax expense | 15,148,893 | 22,963,858 | 739,557 | 4,399,683 |
| Net profit of the period before net movement in deferred regulatory accounts | <u>35,910,111</u> | <u>53,665,832</u> | <u>2,074,200</u> | <u>10,431,329</u> |
| Net movement in balances of regulatory accounts related to gains and losses | 24,409,871 | (22,565,790) | 24,872,759 | (28,262,539) |
| Net movement in deferred tax related to the balances of regulatory accounts | <u>(7,322,961)</u> | <u>6,769,737</u> | <u>(7,461,827)</u> | <u>25,758,902</u> |
| Net profit of the period after net movement in deferred regulatory accounts | <u>52,997,021</u> | <u>37,869,779</u> | <u>19,485,132</u> | <u>7,927,692</u> |
| Other comprehensive income (loss), net of tax | | | | |
| Items which will not be reclassified later to profit or loss of the year: | | | | |
| Remeasurement of defined benefit obligations | 236 | 180,888 | 236 | 180,888 |
| Income tax relating to components which will not be reclassified | 628 | (53,941) | 628 | (53,941) |
| Other comprehensive income (loss), net of tax | <u>864</u> | <u>126,947</u> | <u>864</u> | <u>126,947</u> |
| Total comprehensive income for the period | <u>52,997,885</u> | <u>37,996,726</u> | <u>19,485,996</u> | <u>8,054,639</u> |

Elektra Noreste, S.A. and Subsidiary
(51% Owned by Panama Distribution Group, S.A.)
Statement of cash flows as of December 31, 2023

| | 2023 | 2022 |
|--|---------------------|---------------------|
| Cash flows from operating activities: | | |
| Net profit for the period | 52,997,021 | 37,869,779 |
| Adjustments to reconcile net income of the period to net cash used in operating activities: | | |
| Depreciation and amortization of property, plant and equipment and intangible assets | 45,967,992 | 38,436,042 |
| Impairment of financial instruments | 5,087,994 | 1,399,474 |
| Investment property valuation | (60,802) | (699,900) |
| Current income tax | 15,148,893 | 22,963,858 |
| Finance costs, net | 20,512,614 | 11,110,988 |
| Gain / Loss on disposal of fixed assets | 4,854,485 | 6,908,217 |
| Provisions | 117,332 | 1,878,611 |
| | <u>144,625,529</u> | <u>119,867,069</u> |
| Changes in working capital | | |
| Inventories | (4,667,033) | (4,197,481) |
| Trade and other receivables | (6,323,572) | (64,724,400) |
| Other assets | (869,257) | (3,824,780) |
| Other financial liabilities | (22,063,993) | (25,177,894) |
| Employee benefits | (292,771) | 18,131 |
| Provisions | (936,140) | (650,812) |
| Other liabilities | (148,670) | (157,383) |
| | <u>109,324,093</u> | <u>21,152,450</u> |
| Interest paid, including capitalized interest | (21,067,172) | (16,672,849) |
| Income tax paid | (20,147,285) | (6,287,509) |
| | <u>68,109,636</u> | <u>(1,807,908)</u> |
| Net cash generated by operating activities before net changes in balances related to deferred regulatory accounts | 68,109,636 | (1,807,908) |
| Change in deferred regulatory accounts | (17,086,909) | 13,292,416 |
| Net cash generated by operating activities and changes in balances related to deferred regulatory accounts | 51,022,727 | 11,484,508 |
| Cash flows from investing activities: | | |
| Interest Income | 442,195 | 369,288 |
| Acquisition of property, plant and equipment | (55,812,346) | (57,106,988) |
| Severance fund | (504,804) | (478,411) |
| | <u>(55,874,955)</u> | <u>(57,216,111)</u> |
| Net cash flows used in investing activities | (55,874,955) | (57,216,111) |
| Cash flows from financing activities: | | |
| Short-term debt | 832,777,302 | 104,921,760 |
| Short-term debt payments | (785,957,008) | (52,460,880) |
| Payment of dividends | (37,869,779) | (33,111,774) |
| Other cash flows from financing activities | | |
| Lease liability payment | (184,078) | (214,485) |
| Income tax related to transactions with owners | 220,525 | 689,797 |
| | <u>8,986,962</u> | <u>19,824,418</u> |
| Net cash flows generated by (used in) financing activities | 8,986,962 | 19,824,418 |
| Net (decrease) increase in cash and cash equivalents | 4,134,734 | (9,131,209) |
| Cash and cash equivalents at the beginning of the period | 5,419,478 | 14,550,687 |
| Cash and cash equivalents at the end of the period | <u>9,554,212</u> | <u>5,419,478</u> |
| Non - cash transactions | | |
| Other financial liabilities | 3,330,667 | (1,243,945) |
| Other assets | (3,330,667) | 1,243,945 |