

AES España B.V. and Subsidiaries

(An Indirectly Owned Subsidiary of The AES Corporation)

Unaudited Consolidated Financial Statements

As of June 30, 2024

AES España B.V. and Subsidiaries

(An Indirectly Owned Subsidiary of The AES Corporation)

Unaudited Consolidated Statements of Financial Position

As of June 30, 2024 and December 31, 2023

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

	<u>2024</u>	<u>2023</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 95,132	\$ 124,942
Restricted cash	4,076	10,183
Accounts receivables trade, net	101,487	111,286
Accounts receivables from related parties	89,246	21,621
Interests receivable from related party	1,004	339
Inventories, net	64,388	82,658
Account receivables for financial lease	600	600
Contracts assets	2,448	2,448
Other non-financial assets	19,659	9,681
Other financial assets	3,442	5,706
Prepaid financial costs	4,441	—
Income tax receivable	3,895	—
Total current assets	<u>389,818</u>	<u>369,464</u>
Non-current assets:		
Property, plant and equipment, net	802,530	733,186
Intangible assets, net	43,715	45,057
Contracts assets	14,537	15,730
Account receivables for financial lease	15,350	6,105
Right-of-use assets, net	14,419	14,358
Other non-financial assets	4,827	12,072
Other financial assets	2,357	1,874
Investment in affiliate	90,190	76,371
Loan receivable related party	51,988	51,988
Total non-current assets	<u>1,039,913</u>	<u>956,741</u>
Total assets	<u>\$ 1,429,731</u>	<u>\$ 1,326,205</u>

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

	<u>2024</u>	<u>2023</u>
LIABILITIES AND STOCKHOLDER'S EQUITY		
Current liabilities:		
Account payable suppliers and other liabilities	\$ 93,055	\$ 96,209
Account payable to related parties	129,563	92,017
Line of credit payable	175,094	133,000
Loans and interests payable to related party	120	33,517
Loans payable current, net	24,598	16,402
Income tax payable	1,233	12,054
Lease liabilities	689	912
Other financial liabilities	200	193
Total current liabilities	424,552	384,304
Non-current liabilities:		
Bonds payable, net	296,983	296,576
Loans payable non-current, net	277,171	292,215
Loans payable non-current related party	34,603	—
Deferred income tax, net	61,571	51,729
Lease liabilities	14,090	13,827
Other financial liabilities	5,886	10,331
Other non-financial liabilities	2,509	2,485
Total non-current liabilities	692,813	667,163
Total liabilities	1,117,365	1,051,467
Stockholders' equity:		
Authorized capital	18	18
Additional paid-in-capital	271,652	271,652
Restricted retained earnings	11,532	12,059
Retained earnings (accumulated deficit)	24,406	(5,516)
Other comprehensive income	4,685	(3,545)
Subtotal	312,293	274,668
Non-controlling interest	73	70
Total stockholders' equity	312,366	274,738
Total liabilities and stockholder's equity	\$ 1,429,731	\$ 1,326,205

AES España B.V. and Subsidiaries

(An Indirectly Owned Subsidiary of The AES Corporation)

Unaudited Consolidated Statements of Income

For the six months ended June 30, 2024 and 2023

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

	<u>2024</u>	<u>2023</u>
Revenues	\$ 638,916	\$ 544,665
Operating costs and expenses		
Cost of fuel, electricity purchases, transmission costs and others	(530,973)	(347,191)
Operating, general and maintenance expense	(36,471)	(30,344)
Depreciation and amortization	(20,936)	(20,863)
Total operating costs and expenses	(588,380)	(398,398)
Operating income	50,536	146,267
Other (expenses) income		
Interest expense, net	(19,896)	(20,099)
Equity participation in affiliate	11,939	7,180
Other income (expense),net	6,677	(3,373)
Exchange gain (loss), net	857	(3,175)
Income before income tax expense	50,113	126,800
Income tax expense	(20,715)	(47,332)
Net income	\$ 29,398	\$ 79,468
Attributable to:		
Non-controlling interest	3	7
Attributable to shareholders of the parent company	29,395	79,461
	\$ 29,398	\$ 79,468
Net income per share	\$ 162	\$ 437

AES España B.V. and Subsidiaries

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Unaudited Consolidated Statements of Changes in Stockholders' Equity

As of June 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
Balance as of December 31, 2023	182	18	271,652	(5,516)	12,059	(3,545)	274,668	70	274,738
Net income	—	—	—	29,395	—	—	29,395	3	29,398
Revaluation effect	—	—	—	527	(527)	—	—	—	—
Changes in the fair value of derivative instruments	—	—	—	—	—	5,804	5,804	—	5,804
Affiliate derivative instruments	—	—	—	—	—	2,016	2,016	—	2,016
Deferred Tax	—	—	—	—	—	410	410	—	410
Balance as of June 30, 2024	182	\$ 18	\$ 271,652	\$ 24,406	\$ 11,532	\$ 4,685	\$312,293	\$ 73	\$ 312,366

AES España 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, 2024 and 2023

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

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities:		
Net income	\$ 29,398	\$ 79,468
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	19,226	19,122
Amortization of intangible assets	1,444	1,411
Amortization of right-of-use assets	266	330
Lease interest, net	441	433
(Gain) loss on derivative financial instruments not realized	(938)	3,911
Income tax expense	20,715	47,332
Amortization of deferred financing costs	2,056	1,122
Allowance for doubtful accounts	17	(39)
Loss on retirement of property, plant and equipment	7	3,489
Gain on sale of disposals of property, plant and equipment	(5,069)	(64)
Expense due to increases in obligations for asset retirement	24	—
Equity participation in investment in affiliate	(11,939)	(7,180)
Stock-based compensation	(8)	4
Interest expense, net	18,142	18,544
Exchange (gain) loss, net	(857)	3,175
Changes in operating assets and liabilities:		
Decrease in accounts receivable	28	6,400
(Increase) decrease in accounts receivable from related parties	(69,410)	19,816
Decrease (increase) in inventories	18,270	(7,858)
Increase in other assets	(12,132)	(55,659)
Decrease (increase) in contracts assets	1,193	(1,887)
Increase (decrease) in accounts payable suppliers and other liabilities	43,214	(25,199)
Increase (decrease) in accounts payable to related parties	1,129	(28,858)
Increase in other liabilities	—	2,210
Interest received	508	1,569
Interest paid	(15,914)	(18,626)
Income tax paid	(28,033)	(29,443)
Net cash provided by operating activities	<u>11,778</u>	<u>33,523</u>
Carried forward...	<u>11,778</u>	<u>33,523</u>

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	<u>2024</u>	<u>2023</u>
Brought forward...	\$ 11,778	\$ 33,523
Cash flows from investing activities:		
Acquisition of property, plant and equipment	(76,429)	(49,215)
Advance payments for the acquisition of property, plant and equipment	(2,965)	(1,964)
Acquisition of intangible assets	(99)	(96)
Restricted cash	6,108	—
Net cash used in investing activities	(73,385)	(51,275)
Cash flows from financing activities:		
Proceeds from line of credit	105,094	100,000
Proceeds from new loans	—	28,000
Payment of line of credit	(63,000)	(105,000)
Payment of loans	(7,484)	(7,963)
Acquisition of property, plant and equipment	(1,987)	(117)
Payment of lease liabilities	(826)	(101)
Net cash provided by financing activities	31,797	14,819
Net decrease in cash and cash equivalents	(29,810)	(2,933)
Cash and cash equivalents at the beginning of the period	124,942	70,328
Cash and cash equivalents at the end of the period	\$ 95,132	\$ 67,395