

(TRANSLATION OF THE FINANCIAL STATEMENTS ORIGINALLY PREPARED IN SPANISH)



**CONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS
AES Argentina Generación S.A.
For the six-month period ended
June 30th 2021**

AES Argentina Generación S.A.
Consolidated Statement of Comprehensive Income

For the six-month period ended as of June 30th, 2021

(amounts are expressed in thousands of Argentine pesos, unless otherwise stated)

	For the six-month period ended		For the three-month period ended	
	June 30th		June 30th	
	2021	2020	2021	2020
Income from ordinary activities	13.114.634	9.923.650	7.623.517	4.087.372
Sales cost	(8.353.679)	(5.214.685)	(4.883.088)	(2.157.250)
Gross profit	4.760.955	4.708.965	2.740.429	1.930.122
Administration expenses	(994.274)	(919.262)	(596.806)	(450.800)
Marketing expenses	(166.537)	(2.137.683)	(235.660)	(168.297)
Other income and expenses	(55.682)	(22.079)	(30.371)	(33.021)
Operating income	3.544.462	1.629.941	1.877.592	1.278.004
Financial income	2.376.169	2.082.459	1.297.092	908.984
Financial expenses	(1.975.778)	(2.276.347)	(1.077.480)	(1.181.320)
Exchange differences	375.257	800.250	173.861	867.474
Inflation effect	(2.496.347)	(834.262)	(1.158.198)	(360.261)
Income from investment in other companies	33.275	64.002	9.968	16.051
(Loss) Income before tax	1.857.038	1.466.043	1.122.835	1.528.932
Income tax	(980.869)	(633.873)	(934.208)	(604.012)
Net (Loss) Income for the period	876.169	832.170	188.627	924.920
Net (Loss) Income attributable to:				
Owners of AES Argentina Generación S.A.	889.795	832.519	188.957	924.970
Non-controlling interests	(13.626)	(349)	(330)	(50)
Net (Loss) Income for the period	876.169	832.170	188.627	924.920
Net earnings per share for the period:				
Basic and diluted, net (losses) earnings for the period attributable to holders of ordinary equity instruments	0,077	0,072	0,016	0,080

AES Argentina Generación S.A.
Consolidated Statement of Comprehensive Income (continued)

For the six-month period ended as of June 30th, 2021

(amounts are expressed in thousands of Argentine pesos, unless otherwise stated)

	For the six-month period ended		For the three-month period ended	
	June 30th		June 30th	
	2021	2020	2021	2020
Net (Loss) Income for the period	876.169	832.170	188.627	924.920
Other comprehensive income that shall not be reclassified to income on future periods				
Exchange differences due to translation of the Company	—	(469.607)	—	—
Sales of minority interests	(35.218)	—	(35.218)	—
Other comprehensive income that shall be reclassified to income on future periods				
Exchange differences due to translation of the subsidiary and associates	(776.603)	243.548	(490.751)	139.112
Derivative valuation differences	(112.254)	(57.961)	—	(57.961)
Effect of income tax from derivatives	33.676	17.388	—	17.388
Other comprehensive (loss) income	(890.399)	(266.632)	(525.969)	98.539
Net comprehensive (loss) income for the period	(14.230)	565.538	(337.342)	1.023.459
Other comprehensive (loss) income for the period attributed to:				
Owners of AES Argentina Generación S.A.	(962.194)	(266.609)	(599.992)	97.665
Non-controlling interests	71.795	(23)	74.023	874
Other comprehensive (loss) income for the period	(890.399)	(266.632)	(525.969)	98.539
Net comprehensive (loss) income for the period attributed to:				
Owners of AES Argentina Generación S.A.	(72.399)	565.910	(411.035)	1.022.635
Non-controlling interests	58.169	(372)	73.693	824
Net comprehensive (loss) income for the period	(14.230)	565.538	(337.342)	1.023.459

AES Argentina Generación S.A.
Consolidated Statement of Financial Position

As at June 30th, 2021

(amounts are expressed in thousands of Argentine pesos, unless otherwise stated)

	<u>June 30th 2021</u>	<u>December 31st 2020</u>
NON-CURRENT ASSETS		
Investments in subsidiary and associates	145.551	151.005
Property, plant & equipment	40.330.439	43.837.281
Intangible Assets	2.572.891	2.741.755
Inventory	948.767	1.045.571
Accounts receivable from related parties	5.458	4.166
Tax Assets	796.360	1.328.681
Other financial assets	1.148.640	—
Other non-financial assets	82.509	79.588
Trade debtors and other accounts receivable	19.451.884	23.214.715
Deferred tax assets	306.557	319.938
Total Non-Current Assets	<u>65.789.056</u>	<u>72.722.700</u>
CURRENT ASSETS		
Inventory	1.647.196	617.557
Accounts receivable from related parties	52.226	27.658
Tax Assets	1.946.714	1.887.062
Other financial assets	775.325	2.120.270
Other non-financial assets	1.681.780	1.310.659
Trade debtors and other accounts receivable	12.433.186	10.216.797
Cash & Cash equivalent	4.209.479	3.493.632
Total Current Assets	<u>22.745.906</u>	<u>19.673.635</u>
TOTAL ASSETS	<u>88.534.962</u>	<u>92.396.335</u>

AES Argentina Generación S.A.
Consolidated Statement of Financial Position (continued)

As at June 30th, 2021

(amounts are expressed in thousands of Argentine pesos, unless otherwise stated)

	June 30th 2021	December 31st 2020
SHAREHOLDERS' EQUITY		
Issued capital	1.152.527	1.152.527
Capital adjustment	4.375.134	4.375.134
Irrevocable contributions	137.258	137.258
Additional paid-in capital	1.331.717	1.331.717
Legal reserve	1.371.876	1.371.876
IFRS special reserve	3.157.669	3.157.669
Optional reserves	15.540.070	13.008.219
Other reserves	11.888.691	12.850.885
Retained earnings	889.807	2.609.707
Capital and reserves attributable to the owners of AES Argentina Generación S.A.	39.844.749	39.994.992
Non- controlling interests	82.507	24.338
TOTAL SHAREHOLDERS' EQUITY	39.927.256	40.019.330
NON-CURRENT LIABILITIES		
Liabilities for employee compensations and benefits	254.685	235.966
Tax liabilities	455.568	598.377
Deferred tax liabilities	3.690.151	3.624.433
Provisions	219.140	222.620
Accounts payable to related parties	33.085	38.871
Financial liabilities	34.154.234	37.734.179
Total Non-Current liabilities	38.806.863	42.454.446
CURRENT LIABILITIES		
Liabilities for employee compensations and benefits	473.756	741.218
Tax liabilities	209.545	431.957
Accounts payable to related parties	1.338.000	1.197.759
Trade creditors and other accounts payable	6.011.959	6.379.366
Financial liabilities	1.767.583	1.172.259
Total Current liabilities	9.800.843	9.922.559
TOTAL LIABILITIES	48.607.706	52.377.005
TOTAL SHAREHOLDERS' EQUITY & LIABILITIES	88.534.962	92.396.335

AES Argentina Generación S.A.
Consolidated Statement of Changes in Shareholders' Equity

As at June 30th, 2021

(amounts are expressed in thousands of Argentine pesos, unless otherwise stated)

Detail	Reservas									Retained Earnings	Non-controlling interests	Non-controlling interests	Total Shareholders' Equity
	Issued Capital	Capital Adjustment	Irrevocable Contributions	Additional paid-in capital	Legal Reserve	IFRS Reserve	Optimal Reserves	Other Reserves	Total Reserves				
Balance as of December 31st 2019	1.152.527	4.375.695	137.272	1.331.852	1.372.015	3.157.990	6.938.837	13.154.315	24.623.157	6.119.429	37.739.932	25.096	37.765.028
Net (loss) income for the period	—	—	—	—	—	—	—	—	—	832.519	832.519	(349)	832.170
Other comprehensive income	—	—	—	—	—	—	—	(266.609)	(266.609)	—	(266.609)	(23)	(266.632)
Constitution of Statutory reserve	—	—	—	—	—	—	5.650.568	—	5.650.568	(5.650.568)	—	—	—
Dividend distribution	—	—	—	—	—	—	(112.302)	—	(112.302)	—	(112.302)	—	(112.302)
Balance as of June 30th 2020	1.152.527	4.375.695	137.272	1.331.852	1.372.015	3.157.990	12.477.103	12.887.706	29.894.814	1.301.380	38.193.540	24.724	38.218.264
Balance as of December 31st 2020	1.152.527	4.375.134	137.258	1.331.717	1.371.876	3.157.669	13.008.219	12.850.885	30.388.649	2.609.707	39.994.992	24.338	40.019.330
Net (loss) income for the period	—	—	—	—	—	—	—	—	—	889.795	889.795	(13.626)	876.169
Other comprehensive loss	—	—	—	—	—	—	—	(962.194)	(962.194)	—	(962.194)	71.795	(890.399)
Constitution of Statutory reserve	—	—	—	—	—	—	2.609.695	—	2.609.695	(2.609.695)	—	—	—
Dividend distribution	—	—	—	—	—	—	(77.844)	—	(77.844)	—	(77.844)	—	(77.844)
Balance as of June 30th 2021	1.152.527	4.375.134	137.258	1.331.717	1.371.876	3.157.669	15.540.070	11.888.691	31.958.306	889.807	39.844.749	82.507	39.927.256

AES Argentina Generación S.A.
Consolidated Statement of Cash Flows

As at June 30th, 2021

(amounts are expressed in thousands of Argentine pesos, unless otherwise stated)

	June 30th	
	2021	2020
Operating Activities		
Net (loss) income for the period	876.169	832.170
Adjustments for reconciliation of results		
Depreciation & amortization expenses	2.123.912	1.724.874
Income from disposal of property, plant and equipment and intangible assets	14.113	—
Exchange differences	1.282.412	9.127.942
Interest and other financial income	(2.376.169)	(2.082.459)
Income from investments in other companies	(33.275)	(64.002)
Income tax expenses	980.869	633.873
Cost of provisions for legal claims	37.128	51.410
Accrued interest expenses	1.943.204	2.219.409
Provision for bad debt	(73.643)	1.863.717
Pension Plan (service cost and interests)	72.826	56.938
Adjustments for equity variations		
Inventory	(932.835)	(940.106)
Trade debtors & other accounts receivable	(412.540)	4.982.202
Accounts receivable from related parties	(481.844)	(4.184.360)
Other non-financial assets	(587.341)	(60.416)
Other financial assets	—	(60.804)
Trade creditors & other accounts payable	725.800	(7.473.118)
Accounts payable to related parties	491.783	200.464
Provisions	(10.770)	—
Tax assets	331.651	(1.036.160)
Other tax liabilities	(473.728)	281.257
Employee compensations and benefits	(65.467)	(98.022)
Income tax paid	(1.083.350)	(1.793.615)
Derivatives	(152.667)	—
Interest collected from trade debtors and other accounts receivable	511.958	772.582
Net cash flow from operating activities	2.708.196	4.953.776

AES Argentina Generación S.A.
Consolidated Statement of Cash Flows (continued)

As at June 30th, 2021

(amounts are expressed in thousands of Argentine pesos, unless otherwise stated)

	June 30th	
	2021	2020
Investment Activities		
Purchase of Property, Plant & equipment	(797.321)	(7.816.201)
Purchase of Intangible asset	(58.567)	(209.040)
Participation Sales	56.977	—
Other investment variations	500.522	1.073.267
Dividends received	30.447	220.376
Short term investments - Sales	203.422	2.005.625
Short term investments - Purchase	(127.529)	(1.210.599)
Increase (Decrease) of Mutual Funds	(202.018)	(4.281.014)
Intercompany loans	(25.847)	—
Cash flows (used in) investment activities	(419.914)	(10.217.586)
Financing Activities		
Amounts from third-party loans	2.484.463	10.710.310
Payment of third-party loans	(2.341.994)	(2.757.829)
Payment of third-party loans interests	(1.595.285)	(1.792.095)
Warranties	—	(1.885.434)
Dividends paid	(55.726)	(154.330)
Payments of lease liabilities	(2.247)	(3.059)
Cash flows from (used in) financing activities	(1.510.789)	4.117.563
Effect of exchange rate difference on cash & cash equivalent	(76.302)	265.565
Increase in cash & cash equivalent	701.191	(880.682)
Cash and cash equivalents at the beginning of the period	1.405.813	5.399.037
Cash and cash equivalents at the end of the period	2.107.004	4.518.355