

ST. LUCIA ELECTRICITY SERVICES LIMITED

Unaudited Consolidated Financial Statements
For the Six Months Ended June 30, 2021
(Expressed in thousands of Eastern Caribbean Dollars)

ST. LUCIA ELECTRICITY SERVICES LIMITED

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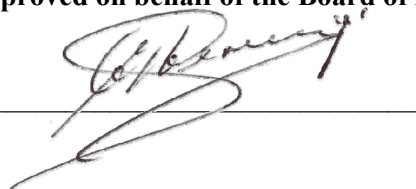
ST. LUCIA ELECTRICITY SERVICES LIMITED
Unaudited Consolidated Statement of Financial Position

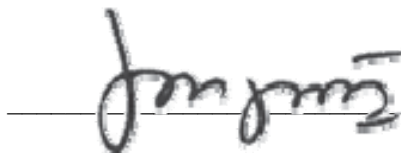
	As at June 30, 2021	As at December 31, 2020
Note	\$'000	\$'000
Assets		
Non-current		
Property, plant and equipment	394,889	398,287
Right-of-use assets	2,089	1,723
Intangible assets	10,386	10,492
Total non-current assets	<u>407,364</u>	<u>410,502</u>
Current		
Inventories	11,642	12,551
Trade, other receivables and prepayments	66,126	64,084
Other financial assets	40,682	44,767
Derivative financial instruments	5 2,313	571
Income tax recoverable	689	-
Cash and cash equivalents	41,553	29,441
Total current assets	<u>163,005</u>	<u>151,414</u>
Total assets	<u>570,369</u>	<u>561,916</u>

ST. LUCIA ELECTRICITY SERVICES LIMITED
 Unaudited Consolidated Statement of Financial Position

	As at June 30, 2021 ECS'000	As at December 31, 2020 ECS'000
Shareholders' equity and liabilities		
Shareholders' equity		
Share capital	80,163	80,163
Retained earnings	199,886	179,963
Fair value reserve	1,772	2,158
Revaluation reserve	59,862	59,862
Self-insurance reserve	45,883	44,212
Total shareholders' equity	387,566	366,358
Liabilities		
Non-current		
Lease liabilities	1,697	1,399
Borrowings	67,858	76,981
Consumer deposits	19,792	20,206
Provision for other liabilities	1,485	1,485
Deferred tax liabilities	34,284	34,059
Post-employment medical benefit liabilities	2,464	2,464
Total non-current liabilities	127,580	136,594
Current		
Lease liabilities	437	377
Borrowings	18,045	17,652
Trade and other payables	36,370	39,591
Dividends payable	371	379
Income tax payable	-	965
Total current liabilities	55,223	58,964
Total liabilities	182,803	195,558
Total shareholders' equity and liabilities	570,369	561,916

Approved on behalf of the Board of Directors:


 _____ Director


 _____ Director

ST. LUCIA ELECTRICITY SERVICES LIMITED
Unaudited Consolidated Statement of Comprehensive Income

	For the 3 months ended June 30, 2021	For the 3 months ended June 30, 2020	For the 6 months ended June 30, 2021	For the 6 months ended June 30, 2020
Revenue				
Energy sales	70,089	53,060	130,861	125,837
Other revenue	887	504	1,815	1,052
	<u>70,976</u>	<u>53,564</u>	<u>132,676</u>	<u>126,889</u>
Operating expenses				
Fuel costs	33,159	24,794	61,009	58,638
Transmission and distribution	7,311	7,005	14,303	14,552
Generation	6,298	6,067	11,970	12,251
	<u>46,768</u>	<u>37,866</u>	<u>87,282</u>	<u>85,441</u>
Gross income	24,208	15,698	45,394	41,448
Administrative expenses	<u>(7,013)</u>	<u>(6,269)</u>	<u>(13,294)</u>	<u>(13,716)</u>
Operating profit	17,195	9,429	32,100	27,732
Interest income	137	148	262	382
Fair value gain/(loss) on FVTPL	365	1,741	(352)	223
Other gains, net	6	6	66	32
Profit before finance costs and taxation	17,703	11,324	32,076	28,369
Finance costs	<u>(1,129)</u>	<u>(1,306)</u>	<u>(2,296)</u>	<u>(2,658)</u>
Profit before taxation	16,574	10,018	29,780	25,711
Taxation	<u>(4,612)</u>	<u>(2,239)</u>	<u>(8,539)</u>	<u>(7,163)</u>
Net profit for the period	<u>11,962</u>	<u>7,779</u>	<u>21,241</u>	<u>18,548</u>
Other comprehensive (loss)/income:				
Items that may be reclassified to profit or loss:				
Fair value (loss)/gain on FVTOCI financial assets	<u>(33)</u>	<u>27</u>	<u>(34)</u>	<u>2</u>
Total comprehensive income for the period	<u>11,929</u>	<u>7,806</u>	<u>21,207</u>	<u>18,550</u>
Basic and diluted earnings per share (\$)	<u>0.52</u>	<u>0.34</u>	<u>0.93</u>	<u>0.81</u>

ST. LUCIA ELECTRICITY SERVICES LIMITED

Unaudited Consolidated Statement of Cash Flows

	For the 3 months ended June 30, 2021	For the 3 months ended June 30, 2020	For the 6 months ended June 30, 2021	For the 6 months ended June 30, 2020
Cash flows from operating activities				
Profit before taxation	16,574	10,018	29,780	25,711
Adjustments for:				
Depreciation	5,696	5,792	11,531	11,581
Depreciation: right-of-use assets	138	130	268	259
Amortisation of intangible assets	190	668	381	1,244
Interest income	(137)	(148)	(262)	(382)
Finance costs expensed	1,129	1,306	2,296	2,658
Fair value (gain)/loss on FVTPL financial	(365)	(1,741)	352	(223)
Movement in allowance for impairment	(1)	-	(3)	(5)
Gain on disposal of property, plant and equipment	(6)	-	(64)	-
Operating profit before working capital	23,218	16,025	44,279	40,843
(Increase)/decrease in inventories	(22)	(4,159)	909	(4,343)
Increase in trade, other receivables and prepayments	(12,364)	(437)	(2,039)	(5,572)
Increase/(decrease) in trade and other payables	1,930	(7,768)	(4,964)	(11,483)
Cash generated from operations	12,762	3,661	38,185	19,445
Interest received	127	94	239	246
Finance costs paid	(1,099)	(1,264)	(2,258)	(2,561)
Income tax paid	(3,967)	(4,460)	(9,968)	(8,283)
Net cash from/(used in) operating activities	7,823	(1,969)	26,198	8,847
Cash flows from investing activities				
Acquisition of property, plant and equipment	(4,507)	(2,456)	(8,133)	(7,152)
Proceeds from disposal of property, plant and equipment	6	-	64	-
Acquisition of intangible assets	(52)	(33)	(275)	(183)
Acquisition of other financial assets	(13,740)	(13,594)	(26,680)	(33,807)
Proceeds from disposal of other financial assets	19,593	13,783	30,403	34,052
Net cash from/(used in) investing activities	1,300	(2,300)	(4,621)	(7,090)

ST. LUCIA ELECTRICITY SERVICES LIMITEDUnaudited Consolidated Statement of Cash Flows

	For the 3 months ended June 30, 2021	For the 3 months ended June 30, 2020	For the 6 months ended June 30, 2021	For the 6 months ended June 30, 2020
Cash flows from financing activities				
Repayment of borrowings	(4,411)	(4,198)	(8,730)	(8,352)
Repayment of lease liabilities	(207)	(114)	(276)	(237)
Dividends paid	(8)	-	(8)	-
Consumer deposits, net	(684)	(22)	(451)	71
Net cash used in financing activities	(5,310)	(4,334)	(9,465)	(8,518)
Net increase/(decrease) in cash and cash equivalents	3,813	(8,603)	12,112	(6,761)
Cash and cash equivalents at beginning of period	37,740	49,862	29,441	48,020
Cash and cash equivalents at end of period	41,553	41,259	41,553	41,259

ST. LUCIA ELECTRICITY SERVICES LIMITED

Notes to Unaudited Consolidated Financial Statements

For the Six Months Ended June 30, 2021

Accompanying Notes

1. These unaudited consolidated financial statements present the results of the St. Lucia Electricity Services Limited and its subsidiaries-LUCELEC Cap-Ins. Inc. and Energyze Holdings Inc.
2. The principal accounting policies adopted and methods of computation have been consistently applied to the periods presented in these unaudited consolidated financial statements.
3. There were no unusual assets, liabilities, income or expenses recorded during the quarter.
4. The Company has not yet recorded any change to the provision for impairment of its accounts receivables for the period.
5. The fair value of all the Company's hedging contracts at the end of the period as disclosed on the Unaudited Consolidated Statement of Financial Position as Derivative Financial Asset was EC\$2.3M.
6. There were no issuances, repurchases and repayments of equity securities during the quarter.
7. During the quarter, loan principal and interest repayments totaled EC\$5.4M.
8. The final dividend for the 2020 financial year will be declared at the annual general meeting of the shareholders scheduled for the beginning of the third quarter.
9. There were no material events subsequent to the end of the quarter that have not been reflected in the unaudited consolidated financial statements.
10. There were no changes in contingent liabilities since the end of the prior financial year.