

**Schedule 2  
FORM ECSRC – OR**

(Select One)

**QUARTERLY FINANCIAL REPORT** for the period ended September 30, 2016  
Pursuant to Section 98(2) of the Securities Act, 2001

**OR**

**TRANSITION REPORT**  
for the transition period from \_\_\_\_\_ to \_\_\_\_\_  
Pursuant to Section 98(2) of the Securities Act, 2001  
*(Applicable where there is a change in reporting issuer's financial year)*

Issuer Registration Number: DOMLEC30041975DM

DOMINICA ELECTRICITY SERVICES LIMITED

(Exact name of reporting issuer as specified in its charter)

DOMINICA

(Territory or jurisdiction of incorporation)

P.O. BOX 1593, 18 CASTLE STREET, ROSEAU, DOMINICA

(Address of principal executive Offices)

(Reporting issuer's:

Telephone number (including area code): (767) 255 6000

Fax number: (767) 448 5397

Email address: domlec@domlec.dm

N/A

(Former name, former address and former financial year, if changed since last report)

(Provide information stipulated in paragraphs 1 to 8 hereunder)

Indicate the number of outstanding shares of each of the reporting issuer's classes of common stock, as of the date of completion of this report. \_\_\_\_\_

| CLASS  | NUMBER     |
|--------|------------|
| Common | 10,417,328 |
|        |            |
|        |            |
|        |            |

## SIGNATURES

A Director, the Chief Executive Officer and Chief Financial Officer of the company shall sign this Annual Report on behalf of the company. By so doing each certifies that he has made diligent efforts to verify the material accuracy and completeness of the information herein contained.

The Chief Financial Officer by signing this form is hereby certifying that the financial statements submitted fairly state the company's financial position and results of operations, or receipts and disbursements, as of the dates and period(s) indicated. The Chief Financial Officer further certifies that all financial statements submitted herewith are prepared in accordance with International Accounting Standards consistently applied (except as stated in the notes thereto) and (with respect to year-end figures) including all adjustments necessary for fair presentation under the circumstances.

Name of Chief Executive Officer:

Bertilia McKenzie

**Bertilia McKenzie**  
Digitally signed by Bertilia McKenzie  
DN: cn=Bertilia McKenzie, ou=Domica Electricity Services Limited,  
ou=General Manager, email=bertilia.mckenzie@domtec.dm, c=DM  
Date: 2016.10.31 12:30:50 -04'00'

Signature

October 31st 2016

Date

Name of Director:

Adler Hamlet

**Adler Hamlet**  
Digitally signed by Adler Hamlet  
DN: cn=Adler Hamlet, o=Realco Company Limited,  
ou=Manager, email=ahamlet@cedom.dm, c=DM  
Date: 2016.10.31 15:31:15 -04'00'

Signature

October 31st 2016

Date

Name of Chief Financial Officer:

Marvelin Etienne

**Marvelin Etienne**  
Digitally signed by Marvelin Etienne  
Date: 2016.10.31 15:19:24 -04'00'

Signature

October 31st 2016

Date

## INFORMATION TO BE INCLUDED IN FORM ECSRC-OR

### 1. **Financial Statements**

Provide Financial Statements for the period being reported in accordance with International Accounting Standards. The format of the financial statements should be similar to those provided with the registration statement. Include the following:

- (a) Condensed Balance Sheet as of the end of the most recent financial year and just concluded reporting period.
- (b) Condensed Statement of Income for the just concluded reporting period and the corresponding period in the previous financial year along with interim three, six and nine months of the current financial year and corresponding period in the previous financial year.
- (c) Condensed Statement of Cash Flows for the just concluded reporting period and the corresponding period in the previous financial year along with the interim three, six and nine months of the current financial year and the corresponding period in the previous financial year.
- (d) By way of *Notes to Condensed Financial Statements*, provide explanation of items in the financial statements and indicate any deviations from generally accepted accounting practices.

### 2. **Management's Discussion and Analysis of Financial Condition and Results of Operation.**

Discuss the reporting issuer's financial condition covering aspects such as liquidity, capital resources, changes in financial condition and results of operations during the reporting period. Discussions of liquidity and capital resources may be combined whenever the two topics are interrelated. Discussion of material changes should be from the end of the preceding financial year to the date of the most recent interim report.

The Management's Discussion and Analysis should disclose sufficient information to enable investors to judge:

1. The quality of earnings;
2. The likelihood that past performance is indicative of future performance; and
3. The issuer's general financial condition and outlook.

It should disclose information over and above that which is provided in the management accounts and should not be merely a description of the movements in the financial statements in narrative form or an otherwise uninformative series of technical responses. It should provide management's perspective of the company that enables investors to view the business from the vantage point of management.

The discussion should focus on aspects such as liquidity; capital resources; changes in financial condition; results of operations; material trends and uncertainties and measures

taken or to be taken to address unfavourable trends; key performance indicators; and non-financial indicators.

### *General Discussion and Analysis of Financial Condition*

At September 30, net profit after tax was EC\$9.59 million compared with EC\$7.36 million for the same period of 2015, an increase of EC\$2.23 million.

Total revenue to date was EC\$65.82 million, a decline of 5.5% or EC\$3.86 million from 2015. Fuel surcharge revenue declined by 30.5% from EC\$21.16 million in 2015 to EC\$14.71 million this quarter. However, revenue from electricity sales increased by 5.4% or EC\$2.61 million to EC\$50.69 million.

The increase in revenue from electricity has been driven by an overall growth in unit sales. Unit sales totalled 74.32 GWh compared to 70.53 GWh in 2015, an increase of 5.4%. Revenue from electricity sales in the domestic, commercial and industrial sectors grew by 7.1%, 4.6% and 3.9% respectively, whereas the hotel sector declined by 9.3%.

The decline in fuel surcharge revenue in 2016 compared to the same period in 2015 was due to reductions in the surcharge rate. The fuel surcharge rate peaked at 35.09 cents per kWh in July 2015, declining to 27.81 cents per kWh at the end of September. In contrast, the 2016, rate peaked at 23.54 cents per kWh in August, but was lower in prior months reaching a low of 15.67 cents per kWh in April 2016.

### Liquidity and Capital Resources

Provide a narrative explanation of the following (but not limited to):

- i) The reporting issuer's financial condition covering aspects such as liquidity, capital resources, changes in financial condition and results of operations.
- ii) Any known trends, demands, commitments, events or uncertainties that will result in, or that are reasonably likely to result in, the issuer's liquidity increasing or decreasing in any material way. If a deficiency is identified, indicate the course of action that the reporting issuer has taken or proposes to take to remedy the deficiency.
- iii) The issuer's internal and external sources of liquidity and any material unused sources of liquid assets.
- iv) Provisions contained in financial guarantees or commitments, debt or lease agreements or other arrangements that could trigger a requirement for an early payment, additional collateral support, changes in terms, acceleration of maturity, or the creation of an additional financial obligation such as adverse changes in the issuer's financial ratios, earnings, cash flows or stock price or changes in the value of underlying, linked or indexed assets.

- v) Circumstances that could impair the issuer's ability to continue to engage in transactions that have been integral to historical operations or are financially or operationally essential or that could render that activity commercially impracticable such as the inability to maintain a specified level of earnings, earnings per share, financial ratios or collateral.
- vi) Factors specific to the issuer and its markets that the issuer expects will affect its ability to raise short-term and long-term financing, guarantees of debt or other commitment to third parties, and written options on non-financial assets.
- vii) The relevant maturity grouping of assets and liabilities based on the remaining period at the balance sheet date to the contractual maturity date. Commentary should provide information about effective periods and the way the risks associated with different maturity and interest profiles are managed and controlled.
- viii) The issuer's material commitments for capital expenditures as of the end of the latest fiscal period, and indicate the general purposes of such commitments and the anticipated source of funds needed to fulfil such commitments.
- ix) Any known material trends, favorable or unfavorable, in the issuer's capital resources, including any expected material changes in the mix and relative cost of capital resources, considering changes between debt, equity and any off-balance sheet financing arrangements.

#### *Discussion of Liquidity and Capital Resources*

##### (a) Liquidity

Total outstanding debt for this quarter declined when compared with the same period last year. Trade receivables (excluding unbilled sales) stood at EC\$8.8 million at the end of this quarter compared to EC\$10.8 million in 2015.

Debt within the Commercial sector represented the major portion of collectibles, accounting for 41.8% of gross receivables, while Government debt represented 25.3% and the Domestic customers' debt 18.9%. At September 30, 68% of outstanding debt was current compared to 54% in 2015 and only 3% was due for over sixty days.

The company remains in a stable liquid position at the end of the third quarter of the year.

##### (b) Capital Resources

The company has committed \$17.68 million during the period to acquire fixed assets and the funding of major capital projects. To date EC\$13.19 million has been spent for capital projects. These were funded from internally generated funds.

### Off Balance Sheet Arrangements

Provide a narrative explanation of the following (but not limited to):

- i) Disclosures concerning transactions, arrangements and other relationships with unconsolidated entities or other persons that are reasonably likely to materially affect liquidity or the availability of, or requirements for capital resources.
- ii) The extent of the issuer's reliance on off-balance sheet arrangements should be described fully and clearly where those entities provide financing, liquidity, market or credit risk support, or expose the issuer to liability that is not reflected on the face of the financial statements.
- iii) Off-balance sheet arrangements such as their business purposes and activities, their economic substance, the key terms and conditions of any commitments, the initial on-going relationship with the issuer and its affiliates and the potential risk exposures resulting from its contractual or other commitments involving the off-balance sheet arrangements.
- iv) The effects on the issuer's business and financial condition of the entity's termination if it has a finite life or it is reasonably likely that the issuer's arrangements with the entity may be discontinued in the foreseeable future.

No Off Balance Sheet Arrangements exist

## Results of Operations

In discussing results of operations, issuers should highlight the company's products and services, facilities and future direction. There should be a discussion of operating considerations and unusual events, which have influenced results for the reporting period. Additionally, any trends or uncertainties that might materially affect operating results in the future should be discussed.

Provide a narrative explanation of the following (but not limited to):

- i) Any unusual or infrequent events or transactions or any significant economic changes that materially affected the amount of reported income from continuing operations and, in each case, the extent to which income was so affected.
- ii) Significant components of revenues or expenses that should, in the company's judgment, be described in order to understand the issuer's results of operations.
- iii) Known trends or uncertainties that have had or that the issuer reasonably expects will have a material favorable or unfavorable impact on net sales or revenues or income from continuing operations.
- iv) Known events that will cause a material change in the relationship between costs and revenues (such as price increases, costs of labour or materials), and changes in relationships should be disclosed.
- v) The extent to which material increases in net sales or revenues are attributable to increases in prices or to increases in the volume or amount of goods or services being sold or to the introduction of new products or services.
- vi) Matters that will have an impact on future operations and have not had an impact in the past.
- vii) Matters that have had an impact on reported operations and are not expected to have an impact upon future operations
- viii) Off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships that have or are reasonably likely to have a current or future effect on the registrant's financial condition, changes in financial condition, revenues or expenses, results of operations, liquidity, capital expenditures or capital resources.
- ix) Performance goals, systems and, controls.

### *Overview of Results of Operations*

Electricity sales at the end of the third quarter was 5.4% higher than the same period in 2015 and 6.7% higher than budget. Annual sales growth for 2016 was projected at 3.9% over 2015, but it is likely that this projection will be exceeded.

The company continues to closely monitor fuel prices due to the fact that increase in prices can negatively impact demand. Fuel prices at September 2016 are 19.8% below September 2015 levels. However prices have increased steadily for the first nine months of this year.

The company continues to pursue value for money in its operations by effectively managing spending on both operating and capital expenditure. The company projects a profitable year with earnings per share forecasted at 0.81 cents per share.



### 3. Disclosure about Risk Factors.

Provide a discussion of the risk factors that may have an impact on the results from operations or on the financial conditions. Avoid generalised statements. Typical risk factors include untested products, cash flow and liquidity problems, dependence on a key supplier or customer, management inexperience, nature of business, absence of a trading market (specific to the securities of the reporting issuer), etc. Indicate if any risk factors have increased or decreased in the time interval between the previous and current filing.

#### Financial Risks

The Company's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, price risk, cash flow risk and interest rate risk), liquidity, credit risk and under-insurance risks. The Company's overall risk management policy is to minimise potential adverse effects on its financial performance and to optimize shareholders' value within an acceptable level of risk.

Risk management is carried out by the Company's management under direction from the Board of Directors. The Company's exposure and approach to its key risks are as follows:

#### a) Market risk

##### i. Foreign currency risk

This is the potential adverse impact on the Company's earnings and economic value due to movements in exchange rates.

Foreign exchange risk arises when future commercial transactions or recognised assets or liabilities are denominated in a currency that is not the entity's functional currency. The Company trades internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the United States Dollar, Euros and the Great Britain Pound (GBP). The exchange rate of the Eastern Caribbean dollar (EC\$) and the United States dollar (US\$) has been formally pegged at EC\$ 2.7=US\$ 1.00 since July 1976.

Management has established a policy requiring the Company to manage its foreign exchange risk against their functional currency. To manage its foreign exchange risk arising from future commercial transaction and recognised assets and liabilities, the Company attempts to enter into transactions that are based largely in United States dollars.

The Company has not entered into forward exchange contracts to reduce its exposure to fluctuations in foreign currency exchange rates.

##### ii. Price risk

Commodity price risk is the risk that the value of future cash flows of a financial instrument will fluctuate because of changes in commodity (copper, aluminum). Prices for these commodities are impacted by world economic events that dictate the level of supply and demand. Management

perceives that the risk is low as major fluctuations are uncommon

**4. Legal Proceedings.**

A legal proceeding need only be reported in the ECSRC – OR filed for the period in which it first became a reportable event and in subsequent interim reports in which there have been material developments. Subsequent Form ECSRC – OR filings in the same financial year in which a legal proceeding or a material development is reported should reference any previous reports in that year. Where proceedings have been terminated during the period covered by the report, provide similar information, including the date of termination and a description of the disposition thereof with respect to the reporting issuer and its subsidiaries.

THE EASTERN CARIBBEAN SUPREME COURT  
IN THE HIGH COURT OF JUSTICE  
COMMONWEALTH OF DOMINICA  
DOMHCV 52 OF 2016

BETWEEN:

Dominica Electricity Services Ltd.  
Applicant

AND

The Independent Regulatory Commission  
Respondent

STATUS: The decision of the High Court is pending.

**5. Changes in Securities and Use of Proceeds.**

- (a) Where the rights of the holders of any class of registered securities have been materially modified, give the title of the class of securities involved. State briefly the general effect of such modification upon the rights of holders of such securities.

No securities held

(a) Where the use of proceeds of a security issue is different from that which is stated in the registration statement, provide the following:

- Offer opening date (provide explanation if different from date disclosed in the registration statement)

N/A

- Offer closing date (provide explanation if different from date disclosed in the registration statement)

N/A

- Name and address of underwriter(s)

N/A

- Amount of expenses incurred in connection with the offer

N/A

- Net proceeds of the issue and a schedule of its use

N/A

- Payments to associated persons and the purpose for such payments

N/A

(c) Report any working capital restrictions and other limitations upon the payment of dividends.

None

**6. Defaults upon Senior Securities.**

- (a) If there has been any material default in the payment of principal, interest, a sinking or purchase fund instalment, or any other material default not satisfied within 30 days, with respect to any indebtedness of the reporting issuer or any of its significant subsidiaries exceeding 5 per cent of the total assets of the reporting issuer and its consolidated subsidiaries, identify the indebtedness. Indicate the nature of the default. In the case of default in the payment of principal, interest, or a sinking or purchase fund instalment, state the amount of the default and the total arrears on the date of filing this report.

No Senior Securities held

- (b) If any material arrears in the payment of dividends have occurred or if there has been any other material delinquency not satisfied within 30 days, give the title of the class and state the amount and nature of the arrears or delinquency.

None

**7. Submission of Matters to a Vote of Security Holders.**

If any matter was submitted to a vote of security holders through the solicitation of proxies or otherwise during the financial year covered by this report, furnish the following information:

- (a) The date of the meeting and whether it was an annual or special meeting.

None

- (b) If the meeting involved the election of directors, the name of each director elected at the meeting and the name of each other director whose term of office as a director continued after the meeting.

NA

- (c) A brief description of each other matter voted upon at the meeting and a statement of the number of votes cast for or against as well as the number of abstentions as to each such matter, including a separate tabulation with respect to each nominee for office.

NA

- (d) A description of the terms of any settlement between the registrant and any other participant.

There were no settlements between the registrant and another participant.

- (e) Relevant details of any matter where a decision was taken otherwise than at a meeting of such security holders.

No other decisions were taken.

**8. Other Information.**

The reporting issuer may, at its option, report under this item any information, not previously reported in a Form ECSRC – MC report (used to report material changes), with respect to which information is not otherwise called for by this form, provided that the material change occurred within seven days of the due date of the Form ECSRC-OR report. If disclosure of such information is made under this item, it need not be repeated in a Form ECSRC – MC report which would otherwise be required to be filed with respect to such information or in a subsequent Form ECSRC – OR report.

No other information to be reported.

## 1. Financial Statements

### Dominica Electricity Services Limited

#### UN-AUDITED BALANCE SHEET

AS AT SEPTEMBER 30, 2016

(expressed in Eastern Caribbean Dollars)

|                                | September<br>2016  | September<br>2015  | December<br>2015   |
|--------------------------------|--------------------|--------------------|--------------------|
| <b>Assets</b>                  |                    |                    |                    |
| <b>Non-current assets</b>      |                    |                    |                    |
| Property, plant and equipment  | 134,429,541        | 127,204,136        | 129,399,055        |
|                                | <u>134,429,541</u> | <u>127,204,136</u> | <u>129,399,055</u> |
| <b>Current assets</b>          |                    |                    |                    |
| Cash and cash equivalents      | 13,530,429         | 15,509,338         | 14,275,264         |
| Trade and other receivables    | 14,005,177         | 15,498,423         | 16,725,947         |
| Inventories                    | 10,537,531         | 10,716,913         | 9,895,106          |
|                                | <u>38,073,138</u>  | <u>41,724,673</u>  | <u>40,896,317</u>  |
|                                | <u>172,502,679</u> | <u>168,928,809</u> | <u>170,295,372</u> |
| <b>Equity</b>                  |                    |                    |                    |
| Share capital                  | 10,417,328         | 10,417,328         | 10,417,328         |
| Retained earnings              | 91,821,062         | 85,286,684         | 84,313,836         |
|                                | <u>102,238,390</u> | <u>95,704,012</u>  | <u>94,731,164</u>  |
| <b>Non-current liabilities</b> |                    |                    |                    |
| Borrowings                     | 22,223,646         | 27,893,226         | 26,591,893         |
| Customers' deposit             | 3,692,533          | 3,665,930          | 3,655,778          |
| Deferred credit                | 9,610,527          | 9,096,263          | 9,127,816          |
| Deferred tax liability         | 19,378,229         | 15,985,258         | 18,866,726         |
| Capital Grant                  | 153,750            | 287,551            | 254,100            |
|                                | <u>55,058,685</u>  | <u>56,928,228</u>  | <u>58,496,313</u>  |
| <b>Current liabilities</b>     |                    |                    |                    |
| Trade and other payables       | 9,269,333          | 10,915,126         | 9,731,759          |
| Due to related party           | 109,997            | 296,837            | 328,127            |
| Corporation tax                | 307,635            | 70,376             | 1,921,552          |
| Current portion of borrowings  | 5,518,638          | 5,014,231          | 5,086,457          |
|                                | <u>15,205,604</u>  | <u>16,296,569</u>  | <u>17,067,895</u>  |
|                                | <u>172,502,679</u> | <u>168,928,809</u> | <u>170,295,372</u> |

## Dominica Electricity Services Limited

### UN-AUDITED STATEMENT OF INCOME

FOR THE QUARTER ENDED SEPTEMBER 30, 2016

(expressed in Eastern Caribbean dollars)

|  | SEPTEMBER<br>2016<br>\$ | SEPTEMBER<br>2015<br>\$ | December<br>2015<br>\$ |
|--|-------------------------|-------------------------|------------------------|
| <b>Revenue</b>                                       |                         |                         |                        |
| Energy sales   | 65,820,425              | 69,687,324              | 93,536,745             |
| <b>Operating Expenses</b>                            |                         |                         |                        |
| Fuel   | 19,594,529              | 26,741,029              | 35,733,967             |
| Generation   | 6,801,900               | 8,018,515               | 10,526,807             |
| General  | 10,383,638              | 9,122,367               | 11,986,857             |
| Distribution   | 5,835,188               | 5,797,350               | 7,391,540              |
| Insurance  | 1,505,740               | 1,196,902               | 1,572,547              |
| Depreciation   | 8,157,857               | 6,907,861               | 9,409,452              |
|  | 52,278,853              | 57,784,025              | 76,621,170             |
| <b>Operating income</b>                              | 13,541,573              | 11,903,299              | 16,915,575             |
| Finance and other income                             | 411,068                 | 408,456                 | 2,052,497              |
| Finance and other costs                              | (1,165,052)             | (2,370,019)             | (2,127,482)            |
| <b>Income before taxation</b>                        | 12,787,589              | 9,941,735               | 16,840,590             |
| Taxation   | (3,196,898)             | (2,584,851)             | (4,553,975)            |
| <b>Net income being comprehensive income for the</b> | 9,590,691               | 7,356,884               | 12,286,615             |
| <b>Basic and diluted earnings per share (cents)</b>  | 0.92                    | 0.71                    | 1.18                   |



## **DOMINICA ELECTRICITY SERVICES LIMITED**

### **UN-AUDITED STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY**

**FOR THE QUARTER ENDED SEPTEMBER 30, 2016**

**(expressed in Eastern Caribbean Dollars)**

| <b>Share capital</b>                         | <b>SEPTEMBER<br/>2016</b> | <b>SEPTEMBER<br/>2015</b> | <b>December<br/>2015</b> |
|--|---------------------------|---------------------------|--------------------------|
| Ordinary shares, beginning and end of period | 10,417,328                | 10,417,328                | 10,417,328               |
| <b>Retained earnings</b>                     |                           |                           |                          |
| At beginning of period                       | 84,313,836                | 76,194,152                | 76,194,152               |
| Net income/(loss) for the period             | 9,590,691                 | 7,356,884                 | 12,286,615               |
| Ordinary dividends (declared)                | (2,083,465)               | (1,562,599)               | (4,166,931)              |
| At end of period                             | 91,821,062                | 81,988,438                | 84,313,836               |
| Shareholders' equity, end of period          | 102,238,390               | 92,405,766                | 94,731,164               |

## Dominica Electricity Services Limited

### UN-AUDITED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED SEPTEMBER 30, 2016

(expressed in Eastern Caribbean Dollars)

|   | September<br>2016 | September<br>2015 | December<br>2015 |
|---|-------------------|-------------------|------------------|
|   | \$                |                   |                  |
| <b>Cash flows from operating activities</b>               |                   |                   |                  |
| Net income/(loss) before tax                              | 12,787,588        | 9,941,735         | 16,840,590       |
| Adjustments for:  |                   |                   |                  |
| Depreciation  | 8,157,857         | 6,907,861         | 9,409,452        |
| Loss/(Gain) on foreign exchange                           | (6,693)           | 7,493             | 12,616           |
| Loss/(Gain) on disposal of property, plant and            | (59,695)          | 773,202           | 74,702           |
| Provision for inventory obsolescence                      | 112,500           | 112,500           | 374,479          |
| Finance costs   | 1,231,440         | 1,589,325         | 2,040,164        |
| Amortization of deferred revenue                          | (310,717)         | (308,105)         | (495,649)        |
| Amortization of capital grants                            | (100,351)         | (100,351)         | (133,801)        |
| Net change in provision for other liabilities and charges | 9,248             | (18,765)          | (118,584)        |
| Operating income before working capital changes           | 21,821,178        | 18,904,894        | 28,003,969       |
| Decrease/(increase) in receivables and prepayments        | 2,720,770         | 1,601,895         | 374,371          |
| Decrease/(increase) in inventories                        | (754,925)         | (257,718)         | 302,110          |
| Increase/(decrease) in accounts payable and accruals      | (417,245)         | (1,533,869)       | (2,738,262)      |
| Increase in due from related party                        | (265,863)         | 142,226           | 289,238          |
| Cash generated from operations                            | 23,103,914        | 18,857,428        | 26,231,425       |
| Finance cost paid   | (1,231,440)       | (1,589,325)       | (2,040,164)      |
| Income tax paid   | (4,299,310)       | (2,289,778)       | (2,824,505)      |
| Net cash from operating activities                        | 17,573,163        | 14,978,325        | 21,366,757       |
| <b>Cash flows from investing activities</b>               |                   |                   |                  |
| Purchase of property, plant and equipment                 | (13,188,355)      | (7,820,747)       | (11,818,757)     |
| Proceeds on disposal of property, plant and equipment     | 59,706            | 5,000             | 5,000            |
| Net cash used in investing activities                     | (13,128,649)      | (7,815,747)       | (11,813,757)     |
| <b>Cash flows from financing activities</b>               |                   |                   |                  |
| Proceeds from borrowings                                  | -                 | -                 | -                |
| Dividends paid  | (2,083,465)       | (1,562,599)       | (4,166,931)      |
| Repayment of borrowings                                   | (3,936,066)       | (3,578,563)       | (4,807,669)      |
| Customers' contribution                                   | 793,428           | 450,116           | 669,211          |
| Customers' deposits                                       | 36,755            | (28,604)          | (38,756)         |
| Net cash generated from/(used in) financing activities    | (5,189,349)       | (4,719,651)       | (8,344,145)      |
| Net increase/(decrease) in cash and cash equivalents      | (744,835)         | 2,442,928         | 1,208,854        |
| Cash and cash equivalents, beginning of period            | 14,275,264        | 13,066,410        | 13,066,410       |
| Cash and cash equivalents, end of period                  | 13,530,429        | 15,509,338        | 14,275,264       |