

ST. LUCIA ELECTRICITY SERVICES LIMITED

Unaudited Consolidated Financial Statements
For the Three Months Ended March 31, 2024
(Expressed in thousands of Eastern Caribbean Dollars)

ST. LUCIA ELECTRICITY SERVICES LIMITED

Table of Contents	Page
Unaudited Consolidated Statement of Financial Position	3-4
Unaudited Consolidated Statement of Comprehensive Income	5
Unaudited Consolidated Statement of Cash Flows	6
Notes to Unaudited Consolidated Financial Statements	7

ST. LUCIA ELECTRICITY SERVICES LIMITED
Unaudited Consolidated Statement of Financial Position
(Expressed in thousands of Eastern Caribbean Dollars)

	Note	As at March 31, 2024 EC\$'000	As at December 31, 2023 EC\$'000
Assets			
Non-current			
Property, plant and equipment		413,636	413,138
Right-of-use assets		5,018	5,117
Intangible assets		9,498	9,691
Total non-current assets		<u>428,152</u>	<u>427,946</u>
Current			
Inventories		22,384	20,497
Trade, other receivables and prepayments		79,106	81,707
Other financial assets		63,074	60,850
Derivative financial instruments	4	68	-
Income tax recoverable		4,966	4,081
Cash and cash equivalents		16,996	22,304
Total current assets		<u>186,594</u>	<u>189,439</u>
Total assets		<u>614,746</u>	<u>617,385</u>

ST. LUCIA ELECTRICITY SERVICES LIMITED
Unaudited Consolidated Statement of Financial Position
(Expressed in thousands of Eastern Caribbean Dollars)

	Note	As at March 31, 2024 ECS'000	As at December 31, 2023 ECS'000
Shareholders' equity and liabilities			
Shareholders' equity			
Share capital		80,163	80,163
Retained earnings		231,395	221,347
Fair value reserve		(926)	(1,350)
Revaluation reserve		59,862	59,862
Self-insurance reserve		53,101	52,017
Total shareholders' equity		<u>423,595</u>	<u>412,039</u>
Liabilities			
Non-current			
Lease liabilities		4,352	4,422
Borrowings		47,102	50,487
Consumer deposits		22,366	22,162
Deferred tax liabilities		40,623	40,846
Post-employment medical benefit liabilities		2,581	2,581
Total non-current liabilities		<u>117,024</u>	<u>120,498</u>
Current			
Lease liabilities		845	836
Borrowings		17,967	19,696
Trade and other payables		52,932	60,797
Provision for other liabilities		1,671	1,671
Derivative financial instruments	4	190	1,325
Dividends payable		522	523
Total current liabilities		<u>74,127</u>	<u>84,848</u>
Total liabilities		<u>191,151</u>	<u>205,346</u>
Total shareholders' equity and liabilities		<u>614,746</u>	<u>617,385</u>

Approved on behalf of the Board of Directors:

_____ Director

_____ Director

ST. LUCIA ELECTRICITY SERVICES LIMITED
Unaudited Consolidated Statement of Comprehensive Income
(Expressed in thousands of Eastern Caribbean Dollars)

	For the 3 months ended March 31, 2024	For the 3 months ended March 31, 2023
Note	EC\$'000s	EC\$'000s
Revenue		
Energy sales	93,652	90,750
Other revenue	717	1,194
	<u>94,369</u>	<u>91,944</u>
Operating expenses		
Fuel costs	53,266	55,613
Transmission and distribution	9,782	9,405
Generation	6,489	6,995
	<u>69,537</u>	<u>72,013</u>
Gross income	24,832	19,931
Administrative expenses	(8,960)	(7,947)
Operating profit	15,872	11,984
Investment income	424	343
Fair value gain on FVTPL financial assets	5 438	902
Gain on disposal of FVTPL financial assets	15	36
Other gains/(losses), net	11	(7)
	<u>16,760</u>	<u>13,258</u>
Profit before finance costs and taxation	16,760	13,258
Finance costs	(826)	(900)
Profit before taxation	15,934	12,358
Taxation	(4,364)	(3,127)
Net profit for the period	11,570	9,231
Other comprehensive loss:		
Items that may be reclassified to profit or loss:		
Fair value loss on FVTOCI financial assets	(14)	(84)
Total comprehensive income for the period	11,556	9,147
Basic and diluted earnings per share (EC\$)	0.50	0.40

ST. LUCIA ELECTRICITY SERVICES LIMITED

Unaudited Consolidated Statement of Cash Flows

(Expressed in thousands of Eastern Caribbean Dollars)

	For the 3 months ended March 31, 2024 ECS'000s	For the 3 months ended March 31, 2023 ECS'000s
Cash flows from operating activities		
Profit before taxation	15,934	12,358
Adjustments for:		
Depreciation on property, plant and equipment	6,266	6,138
Depreciation on right-of-use assets	222	188
Amortisation of intangible assets	249	242
Investment income	(424)	(343)
Fair value gain on FVTPL financial assets	(438)	(902)
Finance costs	826	900
Impairment (gains)/losses on trade and other receivables	(190)	19
Gain on disposal of FVTPL financial assets	(15)	(36)
Net gain on disposal of ROU asset and derecognition of lease liabilities	(8)	-
Operating profit before working capital changes	22,422	18,564
Increase in inventories	(1,887)	(977)
Decrease in trade, other receivables and prepayments	1,588	3,157
(Decrease)/increase in trade and other payables	(7,865)	13,165
Cash generated from operations	14,258	33,909
Interest and dividends received	152	152
Finance costs paid	(760)	(966)
Income tax paid	(5,472)	(7,432)
Net cash from operating activities	8,178	25,663
Cash flows from investing activities		
Acquisition of property, plant and equipment	(6,764)	(6,537)
Acquisition of intangible assets	(56)	(134)
Acquisition of other financial assets	(12,627)	(8,768)
Proceeds from disposal of other financial assets	11,114	8,485
Net cash used in investing activities	(8,333)	(6,954)
Cash flows from financing activities		
Repayment of borrowings	(5,102)	(5,834)
Repayment of lease liabilities	(185)	(211)
Dividends paid	(1)	(1)
Net collection of consumer deposits	135	197
Net cash used in financing activities	(5,153)	(5,849)
Net (decrease)/increase in cash and cash equivalents	(5,308)	12,860
Cash and cash equivalents at beginning of period	22,304	37,808
Cash and cash equivalents at end of period	16,996	50,668

ST. LUCIA ELECTRICITY SERVICES LIMITED

Notes to Unaudited Consolidated Financial Statements

For the Three Months Ended March 31, 2024

Accompanying Notes

- 1.** These unaudited consolidated financial statements present the results of 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 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\$0.1M and as Derivative Financial Liability was EC\$0.2M.
- 5.** The unrealised fair value gain on the investments classified as Fair Value through Profit or Loss (FVTPL) held by LUCELEC Cap-Ins. Inc. at the end of the quarter was EC\$0.4M.
- 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\$5.8M.
- 8.** The final dividend for the 2023 financial year will be declared at the annual general meeting of the shareholders scheduled for the second quarter of 2024.
- 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.