

EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P.

INTERIM CONDENSED SEPARATE STATEMENT OF FINANCIAL POSITION

As of September 30, 2019 and December 31, 2018

Amounts stated in millions of Colombian pesos



	Notes	September 2019	December 2018
Assets			
Non current assets			
Properties, plant and equipment, net	7	26,501,916	27,040,487
Investment properties		77,829	77,829
Goodwill		260,950	260,950
Other intangible assets		495,524	477,315
Investments in subsidiaries	8	7,455,127	7,290,431
Investments in associates	9	2,434,417	2,434,417
Investments in a joint ventures		99	99
Trade and other accounts receivables		2,046,082	2,012,782
Other financial assets	10	2,390,602	2,221,695
Right of use assets		2,069,780	-
Other assets		100,742	100,742
Total non current assets		43,833,068	41,916,747
Current assets			
Inventories		111,102	117,334
Trade and other accounts receivable		1,756,788	1,628,488
Current tax assets		55,063	2,037
Other financial assets	10	1,045,987	990,676
Other assets		174,029	104,483
Cash and cash equivalents	11	810,374	835,779
Total Current assets		3,953,343	3,678,797
Total assets		47,786,411	45,595,544
Liabilities and equity			
Equity			
Capital issued		67	67
Reserves		1,704,818	1,961,034
Other comprehensive income		3,405,886	2,917,113
Retained earnings		16,806,970	15,332,345
Profit for the period		1,619,033	2,344,822
Other components of equity		70,242	49,944
Total equity		23,607,016	22,605,325

JN

EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P.

INTERIM CONDENSED SEPARATE STATEMENT OF FINANCIAL POSITION

As of September 30, 2019 and December 31, 2018

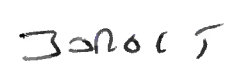
Amounts stated in millions of Colombian pesos



	Notes	September 2019	December 2018
Liabilities			
Non current liabilities			
Credits and loans	12	14,382,107	12,050,033
Trade and other payables		1,726	4,483
Other financial liabilities		2,442,744	2,054,762
Employee benefits		349,874	305,695
Income tax payable		30,331	30,331
Deferred tax liabilities		2,229,870	2,156,828
Provisions	13	417,032	360,917
Other liabilities		31,865	32,136
Total non current liabilities		19,885,549	16,995,185
Current liabilities			
Credits and loans	12	2,049,610	3,794,580
Trade and other payables		1,085,868	1,017,938
Other financial liabilities		307,894	285,867
Employee benefits		148,323	139,497
Income tax payable		25,696	25,697
Taxes, contributions and rates payable		102,374	108,195
Provisions	13	429,372	489,052
Other liabilities		144,709	134,208
Total current liabilities		4,293,846	5,995,034
Total liabilities		24,179,395	22,990,219
Total liabilities and equity		47,786,411	45,595,544

The accompanying notes are an integral part of the financial statements


Jorge Londoño De la Cuesta
 General Manager


Jorge Andrés Tabares Ángel
 Executive Vice-president of Corporate Finance,
 Risk Management and Investments


John Jaime Rodríguez Sosa
 Director of Accounting and Costs
 P.C. 144842-T

INTERIM CONDENSED SEPARATE STATEMENT OF COMPREHENSIVE INCOME

For the periods from January 1 to September 30, 2019 and 2018


Amounts stated in millions of Colombian pesos




		September	September	For the three months	For the three months
	Notes	2019	2018	ended September 30,	ended September 30,
				2019	2018
Continued operations					
Sale of goods	14	4	30	4	30
Rendering of services	14	6,236,914	5,801,172	2,155,359	1,990,440
Leases	14	37,499	34,326	12,008	12,148
Other income	15	106,277	171,048	15,895	58,911
Income from ordinary activities		6,380,694	6,006,576	2,183,266	2,061,529
Profit in sale of assets	14	230	19,048	91	18,231
Total income		6,380,924	6,025,624	2,183,357	2,079,760
Costs for rendering services	16	(3,336,921)	(3,266,418)	(1,135,841)	(1,125,626)
Administration expenses	17	(631,206)	(697,940)	(251,420)	(177,508)
Impairment loss recognised on trade receivables		(4,764)	(9,338)	(2,823)	(11,464)
Other expenses	18	(151,368)	(80,997)	(16,298)	(6,626)
Financial income	19.1	282,199	203,687	99,627	89,708
Financial expenses	19.2	(854,244)	(607,371)	(310,698)	(210,017)
Net exchange difference	20	(305,944)	(21,656)	(422,132)	(28,430)
Equity method in subsidiaries	8	601,314	373,535	212,975	123,602
Effect by interest in equity investments		12,714	64,478	(52,731)	-
Profit before tax		1,992,704	1,983,604	304,016	733,402
Income tax expense		(373,671)	(512,038)	(3,145)	(150,967)
Profit of the period after taxes of continued operations		1,619,033	1,471,566	300,871	582,435
Profit of the period		1,619,033	1,471,566	300,871	582,435
Other comprehensive income, net of taxes					
Items that will not be reclassified subsequently to the result of the period:					
New measurements of defined benefit plans		6,276	(230)	2,629	(275)
Equity investments measured at fair value through equity		489,544	(92,371)	52,613	(126,143)
Income tax related to components that will not be reclassified		-	450	-	-
Equity method in subsidiaries	8	31,487	(35,758)	1,471	(15,171)
		527,307	(127,909)	56,713	(141,589)
Items that may be reclassified subsequently to the result of the period:					
Cash flow hedging					
Result recognized of the period		41,434	(6,542)	22,492	3,103
Reclassification adjustment		(26,589)	(10,029)	2,380	15,483
Income tax related to the components that can be reclassified					
Result recognized of the period		68,022	3,487	20,112	(12,378)
Reclassification adjustment		32,707	(29,177)	28,694	(29,852)
Equity method in subsidiaries	8	40,666	(29,177)	28,694	(29,852)
Result recognized of the period		(7,959)	-	60,163	95,985
Equity method in subsidiaries	8	68,568	(38,430)	60,163	95,985
Result recognized of the period		68,568	(38,430)	60,163	95,985
		142,709	(74,149)	111,350	69,237
Other comprehensive income, net of taxes		670,016	(202,058)	168,062	(72,353)
Total comprehensive income for the period		2,289,049	1,269,508	468,933	510,082

The accompanying notes are an integral part of the financial statements


Jorge Londoño De la Cuesta
 General Manager


Jorge Andrés Tabares Ángel
 Executive Vice-president of Corporate Finance,
 Risk Management and Investments


John Jaime Rodríguez Sosa
 Director of Accounting and Costs
 P.C. 144842-T

INTERIM CONDENSED SEPARATE STATEMENTS OF CHANGES IN THE EQUITY

For the period from January 1 to September 30, 2019 and 2018

Amounts stated in millions of Colombian pesos




	Other comprehensive income									Total
	Capital issued	Reserves	Retained earnings	Other components of equity	Equity Investment	Defined benefit plans	Cash flow hedging	Reclassification of properties, plant and equipment to investment properties	Result of the period in other comprehensive income of subsidiaries	
Balance as of January 1, 2018	67	2,951,644	15,569,351	49,995	2,173,895	(7,357)	(8,669)	12,079	756,976	21,497,981
Profit for the period	-	-	1,471,564	-	-	-	-	-	-	1,471,564
Other comprehensive income of the period net of income tax	-	-	-	-	(91,922)	(230)	(35,719)	-	(74,189)	(202,060)
Comprehensive income for the period	-	-	1,471,564	-	(91,922)	(230)	(35,719)	-	(74,189)	1,269,504
Surpluses and dividends declared	-	-	(1,203,504)	-	-	-	-	-	-	(1,203,504)
Movement of reserves	-	(990,610)	990,610	-	-	-	-	-	-	-
Equity method on variations in equity	-	-	(11,149)	-	-	-	-	-	47	(11,102)
Balance as of September 30, 2018	67	1,961,034	16,816,872	49,995	2,081,973	(7,587)	(44,388)	12,079	682,834	21,552,879
Balance as of January 1, 2019	67	1,961,034	17,677,167	49,944	2,152,465	(4,968)	(73,656)	12,079	831,193	22,605,325
Profit for the period	-	-	1,619,033	-	-	-	-	-	-	1,619,033
Other comprehensive income of the period net of income tax	-	-	-	-	489,544	6,276	74,141	-	100,055	670,016
Comprehensive income for the period	-	-	1,619,033	-	489,544	6,276	74,141	-	100,055	2,289,049
Surpluses and dividends declared	-	-	(1,289,652)	-	-	-	-	-	-	(1,289,652)
Movement of reserves	-	(256,216)	256,216	-	-	-	-	-	-	-
Transferencias a las ganancias retenidas	-	-	184,049	-	(138,395)	-	-	-	(45,654)	-
Equity method on variations in equity	-	-	(20,810)	20,298	-	-	-	-	2,806	2,294
Balance as of September 30, 2019	67	1,704,818	18,426,003	70,242	2,503,614	1,308	485	12,079	888,400	23,607,016

The accompanying notes are an integral part of the financial statements


Jorge Londoño De la Cuesta
 General Manager


Jorge Andrés Tabares Ángel
 Executive Vice-president of Corporate Finance,
 Risk Management and Investments


John Jaime Rodríguez Sosa
 Director of Accounting and Costs
 P.C. 144842-T

INTERIM CONDENSED SEPARATE STATEMENTS OF CASH FLOWS

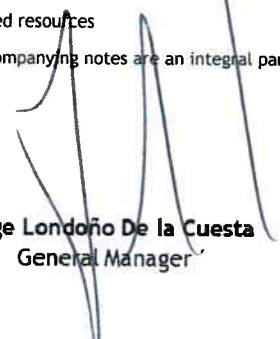
For the period from January 1 to September 30, 2019 and 2018

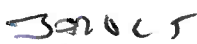
Amounts stated in millions of Colombian pesos




	Notes	2019	2018
Cash flows for operating activities:			
Results of the period		1,619,033	1,471,564
Adjustments to reconcile the net results for the period to the net cash flows used in operating activities:		1,257,001	1,318,812
Depreciation and amortization of property, plant and equipment, right-of-use assets and intangible assets	7	433,573	385,692
Impairment of accounts receivable		40,616	35,997
Reversal of loss for impairment of accounts receivable		(35,853)	(26,890)
Result for exchange difference, net	20	305,944	113,812
Result for valuation of financial instruments and hedge accounting		(48,103)	507,421
Provisions, post-employment and long term defined benefit plans		93,481	188,246
Deferred income tax	21	105,749	87,601
Current income tax	21	267,922	424,437
Participation in the results of investments in subsidiaries	8	(601,314)	(373,535)
Interest income	19	(181,893)	-
Interest expenses	19	785,456	-
Result for disposal of properties, plant and equipment, right-of-use assets, intangibles and investment properties	7	(230)	41,441
Result for disposal of financial instruments	10	47,620	-
Dividends from investments	8	(60,334)	(64,478)
Other income and expenses not effective, net		104,367	(932)
		2,876,034	2,790,376
Movements in working capital:			
Variation in inventories		6,232	4,765
Variation in debtors and other accounts receivable		45,437	(143,461)
Variation in other assets		(69,544)	(135,015)
Variation in creditors and other accounts payable		(361,793)	69,387
Variation in employee benefits		46,521	43,749
Variation in provisions		(70,681)	(8,047)
Variation in other liabilities		39,923	(109,644)
Interest paid		(363,905)	(278,266)
Income tax paid		(915,072)	(709,556)
		(320,948)	(174,985)
Net cash flows originated by operating activities		1,276,109	1,627,569
Cash flows for investment activities:			
Acquisition of subsidiaries or business, net of cash acquired	8	(87,872)	-
Restitution of capital and premium on placement of shares		-	12,547
Acquisition of property, plant and equipment	7	(1,345,802)	(1,691,481)
Disposal of property, plant and equipment	7	306	-
Acquisition of intangible assets		(13,714)	(28,483)
Disposal of intangible assets		31	-
Acquisition of investments in financial instruments		(113,931)	(367,532)
Disposal of investments in financial instruments		274,022	(48,152)
Dividends received from subsidiaries, associates and joint business	8 y 9	641,450	383,796
Other dividends received	10	32,268	33,962
Loans to related parties		67,376	(175,999)
Other cash flows from investment activities		(42,336)	-
		(588,202)	(1,881,342)
Net cash flows used by investment activities			
Cash flows for financing activities:			
Obtaining of public credit and treasury	12	7,463,935	2,127,256
Payments of public credit and treasury	12	(7,403,327)	(224,001)
Transaction costs due to issuance of debt instruments	12	(5,865)	(5,296)
Payments of liabilities for financial leasing		(6,636)	(29,053)
Dividends or surpluses paid		(1,053,446)	(806,457)
Payments of capital of derivatives designated as cash flow hedge		129,725	-
Other cash flows from financing activities		139,289	-
		(736,325)	1,062,449
Net cash flows originated by financial activities			
Net cash and cash equivalents increase		(48,418)	808,676
Effects of variations in exchange rates in the cash and cash equivalents		23,013	12,854
Cash and cash equivalents at the beginning of period		835,779	234,526
Cash and cash equivalents at the end of the period	11	810,374	1,056,056
Restricted resources	11	79,099	75,675

The accompanying notes are an integral part of the financial statements


Jorge Londoño De la Cuesta
 General Manager


Jorge Andrés Tabares Ángel
 Executive Vice-president of Corporate Finance,
 Risk Management and Investments


John Jaime Rodríguez Sosa
 Director of Accounting and Costs
 P.C. 144842-T