

WATER- EN ENERGIEBEDRIJF ARUBA (W.E.B.) N.V.

Financial statements 2015 prepared under Dutch GAAP

Balance sheet as of December 31, 2015

(before appropriation of result)

	December 31, 2015	December 31, 2014
(in Aruban florin)		
Non current assets		
Intangible assets	2,172,102	1,732,483
<i>Tangible fixed assets</i>		
Buildings	4,973,004	3,930,984
Plant and Equipment	373,643,017	388,280,549
Piping and Tanks	49,065,434	51,255,629
Other fixed assets	5,101,677	4,656,781
Projects in progress	43,862,899	47,994,647
	<u>476,646,031</u>	<u>496,118,590</u>
<i>Financial fixed assets</i>		
Deferred Income tax assets	0	6,655,814 *
Current assets		
Government Bonds	0	270,000
<i>Inventories</i>		
Materials in stock	8,560,959	8,468,535
Raw materials and consumables	5,061,562	8,644,873
	<u>13,622,521</u>	<u>17,113,408</u>
<i>Trade and other receivables</i>	79,650,295	85,191,432
<i>Cash and cash equivalents</i>	7,684,853	1,462,697
Total assets	<u><u>579,775,802</u></u>	<u><u>608,544,424</u></u>
Shareholder's equity		
Issued and paid-in capital	139,496,675	139,496,675
Retained earnings	128,293,809	151,609,250 *
Hedging reserve	(154,670,358)	(148,697,596) *
Undistributed result for the year	41,730,768	(18,315,441) *
	<u>154,850,894</u>	<u>124,092,888</u>
Provisions		
Provision for employee benefits	7,123,718	6,856,238
Deferred income tax liability	23,852,731	18,895,817
Provision for claims	3,951,828	0
	<u>34,928,277</u>	<u>25,752,055</u>
Non current liabilities		
Financial liability - derivatives designated as hedges	54,947,077	66,239,531 *
Loans	132,956,755	158,675,497
Deposit	5,689,913	5,580,575
	<u>193,593,745</u>	<u>230,495,603</u>
Current liabilities		
Financial liability - derivatives designated as hedges	99,723,281	82,458,075 *
Bank overdrafts	8,741,404	27,561,401
Short term portion of loans	25,718,749	25,686,932
Trade payables	41,835,030	68,951,820 *
Pension liabilities	0	3,062,886
Profit tax	69,347	5,625,396
Other liabilities	20,315,075	14,857,368 *
	<u>196,402,886</u>	<u>228,203,878</u>
Total equity and liabilities	<u><u>579,775,802</u></u>	<u><u>608,544,424</u></u>

* Restated comparative figures

Income statement for 2015

	2015	2014
(in Aruban florin)		
Revenue from operations		
Sale of electricity	344,714,822	320,827,854
Sale of water	106,211,062	102,509,847
Other revenues	<u>3,092,083</u>	<u>3,884,825</u>
Total operating revenue	454,017,967	427,222,526
Fuel expenses	197,375,203	258,959,517 *
Electricity expenses - purchase from Windpark Vaderpiet N.V.	29,716,928	27,387,301
Electricity expenses - purchase from others	2,208,653	2,696,288
Water expenses - purchase	11,340,632	0
Chemicals and gases expenses	7,300,821	8,745,925
Personnel expenses	49,300,270	52,345,350
Depreciation & amortization expenses	36,906,484	37,485,670
Maintenance expenses	34,694,240	36,214,460
Other operating expenses	<u>19,568,794</u>	<u>17,299,000</u>
Total operating expenses	388,412,025	441,133,511
Operating result	65,605,942	(13,910,985)
Financial expenses		
Net financing costs	11,041,412	11,289,496
Other financial expenses	<u>707,596</u>	<u>576,384</u>
	11,749,008	11,865,880
Result before tax	53,856,934	(25,776,865)
Income tax expense	12,126,166	(9,330,499) *
Result for the year	41,730,768	(16,446,366)

* Restated comparative figures

Cash flow statement for 2015

	2015	2014
(in Aruban florin)		
Cash flows from operating activities		
Receipts from customers	452,594,007	432,457,814
Other proceeds	831,090	809,736
Paid to Valero Refining Co. Aruba N.V.	(143,615,162)	(252,358,350)
Paid in relation to derivatives designed as hedges	(73,093,858)	(6,508,002) *
Paid to Windpark Vaderpiet N.V.	(24,386,934)	(28,588,108)
Paid to suppliers	(72,437,029)	(55,820,828)
Paid to and for employees	(51,651,383)	(46,750,847)
Cash generated from operations	<u>88,240,731</u>	<u>43,241,415</u>
Interest received	11,929	281,394
Interest paid, agency fee, management fee and commission fee	(10,854,259)	(12,012,747)
Net cash generated from operating activities	<u>77,398,401</u>	<u>31,510,062</u>
Cash flows from investing activities:		
Investments in property, plant and equipment	(23,392,683)	(32,956,383)
Receipts from government bonds	270,000	3,000,000 *
Net cash used in investing activities	<u>(23,122,683)</u>	<u>(29,956,383)</u>
Cash flows from financing activities:		
Repayment of long-term loans	(25,686,920)	(25,655,886)
Payment of profit tax	(3,546,645)	(5,646,788)
Net cash used in financing activities	<u>(29,233,565)</u>	<u>(31,302,674)</u>
Net increase/ decrease in cash and cash equivalents	25,042,153	(29,748,995)
The movement in cash and cash equivalents can be broken down as follows:		
At January 1	(26,098,704)	3,650,291
Movements during the year	25,042,153	(29,748,995)
At December 31	(1,056,551)	(26,098,704)
Breakdown of balance sheet items related to cash:		
Cash and cash equivalents	7,684,853	1,462,697
Bank overdrafts	<u>(8,741,404)</u>	<u>(27,561,401)</u>
Total Cash at December 31	(1,056,551)	(26,098,704)

* Restated comparative figures