Unaudited Consolidated Financial Statements For the Six Months Ended June 30, 2017 (Expressed in Eastern Caribbean Dollars)

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

Unaudited Consolidated Statement of Financial Position

(Expressed In Eastern Caribbean Dollars)

	Note	As at June 30, 2017	As at December 31, 2016
Assets			
Non-current			
Property, plant and equipment		\$ 335,950,894	336,182,410
Intangible assets		11,051,529	11,772,829
Total non-current assets		347,002,423	347,955,239
Current			
Inventories		13,762,955	11,881,268
Trade, other receivables and prepayments		56,447,753	53,396,370
Derivative financial instruments	4	350,403	
Other financial assets		37,807,655	36,669,002
Cash and cash equivalents		15,478,825	29,600,146
Total current assets		123,847,591	131,546,786
Total assets		\$ 470,850,014	479,502,025
Shareholders' equity and liabilities			
Shareholders' equity			
Share capital		\$ 80,162,792	80,162,792
Retained earnings		155,882,265	150,517,899
Fair value reserve		68,045	(551,394)
Revaluation reserve		15,350,707	15,350,707
Self-insurance reserve		32,404,269	30,717,043
Total shareholders' equity		283,868,078	276,197,047
Liabilities			
Non-current			
Borrowings		90,688,201	100,181,035
Consumer deposits		17,104,282	16,441,756
Deferred tax liabilities		31,918,011	33,364,975
Retirement benefit liability		4,035,000	4,035,000
Post-employment medical benefit liabilities		1,786,000	1,786,000
Total non-current liabilities		145,531,494	155,808,766
Current			
Borrowings		19,365,270	19,585,036
Trade and other payables		19,483,636	22,614,479
Provision for other liabilities		1,485,493	1,485,493
Dividends payable		733,505	444,886
Income tax payable		382,538	3,366,318
Total current liabilities		41,450,442	47,496,212
Total liabilities		186,981,936	203,304,978
Total shareholders' equity and liabilities		\$ 470,850,014	479,502,025
Approved on behalf of the Board of Directors:			
Director		,	Director
Director			

Unaudited Consolidated Statement of Comprehensive Income
(Expressed In Eastern Caribbean Dollars)

	n	For the 6 nonths ended June 30, 2017	For the 6 months ended June 30, 2016	For the year ended December 31, 2016	For the year ended December 31, 2015
Revenue					
Energy sales	\$	136,262,736	126,853,291	259,885,129	309,148,671
Other revenue	_	994,728	1,009,669	1,984,207	2,624,292
		137,257,464	127,862,960	261,869,336	311,772,963
Operating expenses					
Fuel costs		62,098,885	55,599,184	114,854,090	172,061,379
Transmission and distribution		19,336,338	19,027,710	39,245,421	35,683,702
Generation		10,730,986	9,871,647	21,364,047	21,952,515
	_	92,166,209	84,498,541	175,463,558	229,697,596
Gross income		45,091,255	43,364,419	86,405,778	82,075,367
Administrative expenses		(14,554,195)	(14,746,181)	(31,389,207)	(31,639,851)
Operating profit		30,537,060	28,618,238	55,016,571	50,435,516
Interest income		358,888	452,923	727,339	1,031,219
Other gains, net		1,883	28,282	44,925	307,043
Profit before finance costs and taxation Finance costs		30,897,831 (3,148,104)	29,099,443 (4,816,904)	55,788,835 (8,352,870)	51,773,778 (11,820,118)
Timerioe costs	-	(5,140,104)	(1,010,201)	(0,332,070)	(11,020,110)
Profit before taxation		27,749,727	24,282,539	47,435,965	39,953,660
Taxation	-	(7,862,935)	(6,735,539)	(13,468,323)	(11,044,646)
Net profit for the period		19,886,792	17,547,000	33,967,642	28,909,014
Other comprehensive income: Items that may be reclassified to profit or loss: Fair value gain/(loss) on available-for-sale investments Items that will not be reclassified	_	619,439		(551,394)	
to profit or loss: Re-measurements of defined benefit pension plans, net of tax Gain on revaluation of land		*) and	1,566,600	(7,737,800) 15,350,707
	===	(10.420		1.015.006	
Total other comprehensive income	-	619,439		1,015,206	7,612,907
Total comprehensive income for the period	\$ _	20,506,231	17,547,000	34,982,848	36,521,921
Basic and diluted earnings per share	\$_	0.87	0.77	1.48	1.26

Unaudited Consolidated Statement of Cash Flows

(Expressed In Eastern Caribbean Dollars)

Profit before taxation		1	For the 6 months ended June 30, 2017	For the 6 months ended June 30, 2016	For the year ended December 31, 2016	For the year ended December 31, 2015
Depreciation	Cash flows from operating activities					
Depreciation	Profit before taxation	\$	27,749,727	24,282,539	47,435,965	39,953,660
Amortisation of intangible assets 963,046 1,60,198 2,278,547 2,313,936 Finance costs expensed 3,148,104 4,816,905 8,352,870 11,820,118 Interest income (358,888) (452,923) (727,339) (1,031,219) Movement in allowance for impairment Gain on disposal of property, plant and equipment - (13,043) (12,929) (60,517) Gain on disposal of other financial assets 7,659 - 60,000 (138,959) Operating profit before working capital 48,194,309 45,990,507 91,035,581 86,354,007 (Increase)/decrease in trade, other receivables and prepayments (1,881,687) (1,560,855) 2,499,884 (3,916,343) Decrease in trade and other payables (3,131,091) (4,980,143) (3,214,209) (2,595,660) Increase in provision for other liabilities 39,779,745 41,962,233 94,006,805 112,593,893 Interest received 306,724 234,173 893,610 759,322 Finance costs paid (3,117,451) (4,765,351) (8,298,868) (12,072,996) Net cash from op	Adjustments for:					
Finance costs expensed 3,148,104 4,816,905 8,352,870 11,820,118 Interest income (358,888) (452,923) (727,339) (1,031,219) Movement in allowance for impairment Gain on disposal of property, plant and equipment (13,043) (12,929) (60,517) Gain on disposal of other financial assets 7,659	Depreciation		16,684,661		33,110,236	31,987,180
Interest income (358,888) (452,923) (727,339) (1,031,219) Movement in allowance for impairment Gain on disposal of property, plant and equipment (13,043) (12,929) (60,517) Gain on disposal of other financial assets 7,659 - 60,000 (138,959) Operating profit before working capital (48,194,309 45,990,507 91,035,581 86,354,007 (Increase)/decrease in inventories (1,881,687) (1,560,855) 2,499,884 (3,916,343) (Increase)/decrease in trade, other receivables and prepayments (3,401,786) 2,512,724 3,685,549 31,176,397 Decrease in trade and other payables (3,131,091) (4,980,143) (3,214,209) (2,595,660) Increase in provision for other liabilities (3,117,451) (4,980,143) (4,980,143) (3,214,209) (2,595,660) Increase in provision for other liabilities (3,117,451) (4,765,351) (8,298,868) (12,072,996) Income tax paid (12,293,679) (9,471,027) (13,492,640) (10,801,259) Net cash from operating activities (16,453,145) (10,355,707) (27,800,940) (21,177,659) Net cash from disposal of property, plant and equipment (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of property, plant and equipment (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of ther financial assets (241,746) (402,533) (969,667) (763,517) Acquisition of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets (45,383) (3,87,822) (1,800,8714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net (14,17,231) (4,983,637) (9,498,749) (22,635,951) Cash flows from financing activities (14,121,321) (4,893,637) (9,498,749) (22,635,951) Cash and cash equivalents at beginning of period (14,121,321) (4,893,637) (9,498,749) (22,635,951) Cash and cash equivalents at beginning of peri	Amortisation of intangible assets		963,046	1,160,198	2,278,547	2,313,936
Movement in allowance for impairment Gain on disposal of property, plant and equipment of disposal of other financial assets of post-retirement benefits of the post-retired of	Finance costs expensed		3,148,104	4,816,905	8,352,870	11,820,118
Gain on disposal of property, plant and equipment (13,043) (12,929) (60,517) Post-retirement benefits 7,659 - 60,000 (138,959) Operating profit before working capital (Increase)/decrease in inventories (Increase)/decrease in trade, other receivables and prepayments (1,816,887) (1,560,855) 2,499,884 (3,916,343) Operating profit before working capital (Increase)/decrease in inventories (Increase)/decrease in trade, other receivables and prepayments (3,401,786) 2,512,724 3,685,549 31,176,397 Decrease in trade and other payables (3,131,091) (4,980,143) (3,214,209) (2,595,660) Increase in provision for other liabilities -	Interest income		(358,888)	(452,923)	(727,339)	(1,031,219)
Capin ment Cap			9#1	:*	538,231	1,509,808
Gain on disposal of other financial assetts 7,659 — 60,000 (138,959) Post-retirement benefits 48,194,309 45,990,507 91,035,581 86,354,007 (Increase)/decrease in inventories (1,881,687) (1,560,855) 2,499,884 (3,916,343) (Increase)/decrease in trade, other receivables and prepayments (3,401,786) 2,512,724 3,685,549 31,176,397 Decrease in trade and other payables (3,131,091) (4,980,143) (3,214,209) (2,595,660) Increase in provision for other liabilities 39,779,745 41,962,233 94,006,805 112,503,893 Interest received 306,724 234,173 893,610 759,322 Finance costs paid (12,293,679) (9,471,027) (13,492,640) (10,801,259) Net cash from operating activities 24,675,339 27,960,028 73,108,907 90,388,961 Cash flows from investing activities (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of property, plant and equipment Proceeds from disposal of other financial assets (241,746) (402,533) (969,667)				(12.042)	(12.020)	((0,517)
Post-retirement benefits			7.650	(13,043)	(12,929)	(60,517)
Operating profit before working capital (Increase)/decrease in inventories (Increase)/decrease in inventories (Increase)/decrease in inventories (Increase)/decrease in inventories (Increase)/decrease in trade, other receivables and prepayments (3,401,786) 2,512,724 3,685,549 31,176,397 Decrease in trade and other payables (3,131,091) (4,980,143) (3,214,209) (2,595,660) Increase in provision for other liabilities (2,638) generated from operations (3,131,091) (4,980,143) (3,214,209) (2,595,660) Increase in provision for other liabilities (2,675,349) (4,765,233) (8,298,868) (12,072,996) Income tax paid (3,117,451) (4,765,351) (8,298,868) (12,072,996) Income tax paid (12,293,679) (9,471,027) (13,492,640) (10,801,259) Net eash from operating activities (24,675,339) (27,960,028) 73,108,907 (27,800,940) (21,177,659) Proceeds from disposal of property, plant and equipment Proceeds from disposal of property, plant and equipment (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of other financial assets (241,746) (402,533) (969,667) (763,517) Acquisition of intangible assets (241,746) (402,533) (969,667) (763,517) Acquisition of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from financing activities (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net (614,767) (251,490) (237,566) (19,9224) Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) (4,893,637) (9,498,749) (22,635,951) (6,462,944) Proceeds (14,121,321) (4,893,637) (9,498,749) (22,635,951) (6,462,944) Proceeds (14,121,321) (4,121,321) (4,121,321) (4,121,321) (4,121,321) (4,121,321) (4,121,321) (4,121,321) (4,121,321) (4,121,321) (4,121,321) (4,121,321) (4,121,321) (4,121,321) (4,12	·		7,659		60,000	(138 050)
(Increase)/decrease in inventories (Increase)/decrease in trade, other receivables and prepayments (Increase)/decrease in trade and other payables (Increase in provision for other liabilities (Increase)/decrease in provision for other liabilities (Increase in provision for provision for other liabilities (Increase in provision for property in provision for property in provision for property, plant and equipment provision for property, plant and equipment provision of property, plant and equipment provision for other financial assets (Increase)/decrease for property, plant and equipment provision of other financial assets (Increase)/decrease for provision for property, plant and equipment provision for other financial assets (Increase)/decrease for provision for property, plant and equipment provision for property, plant and equipment provision for property, plant and equipment provision for propert			49 104 300	45 990 507	PH	
(Increase)/decrease in trade, other receivables and prepayments (3,401,786) 2,512,724 3,685,549 31,176,397 Decrease in trade and other payables (3,131,091) (4,980,143) (3,214,209) (2,595,660) Increase in provision for other liabilities 39,779,745 41,962,233 94,006,805 112,503,893 Cash generated from operations 306,724 234,173 893,610 759,322 Finance costs paid (3,117,451) (4,765,351) (8,298,868) (12,072,996) Income tax paid (12,293,679) (9,471,027) (13,492,640) (10,801,259) Net cash from operating activities 24,675,339 27,960,028 73,108,907 90,388,961 Cash flows from investing activities (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of property, plant and equipment Proceeds from disposal of property, plant and equipment of other financial assets (241,746) (402,533) (969,667) (763,517) Acquisition of intangible assets (241,746) (402,533) (969,667) (763,517) Acquisition of intangible assets (241,746) (5,936,4					,	
Cash flows from investing activities Cash flows from disposal of property, plant and equipment Proceeds from disposal of other financial assets Cath rom	, , , , , , , , , , , , , , , , , , ,		(1,001,007)	(1,500,655)	2,477,004	(3,710,343)
Decrease in trade and other payables (3,131,091) (4,980,143) (3,214,209) (2,595,660) Increase in provision for other liabilities -	· · · · · · · · · · · · · · · · · · ·		(3,401,786)	2.512.724	3,685,549	31,176,397
Increase in provision for other liabilities						
Cash generated from operations 39,779,745 41,962,233 94,006,805 112,503,893 Interest received 306,724 234,173 893,610 759,322 Finance costs paid (3,117,451) (4,765,351) (8,298,868) (12,072,996) Income tax paid (12,293,679) (9,471,027) (13,492,640) (10,801,259) Net cash from operating activities 24,675,339 27,960,028 73,108,907 90,388,961 Cash flows from investing activities (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of property, plant and equipment - 13,043 13,217 64,064 Acquisition of intangible assets (241,746) (402,533) (969,667) (763,517) Acquisition of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets 405,383 5,187,822 15,402,661 - Net cash used in investing activities (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities						
Finance costs paid Income tax paid (3,117,451) (4,765,351) (8,298,868) (12,072,996) Net cash from operating activities 24,675,339 27,960,028 73,108,907 90,388,961 Cash flows from investing activities 4,675,339 27,960,028 73,108,907 90,388,961 Acquisition of property, plant and equipment equipment (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of property, plant and equipment of equipment - 13,043 13,217 64,064 Acquisition of intangible assets (241,746) (402,533) (969,667) (763,517) Acquisition of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets 405,383 5,187,822 15,402,661 - Net cash used in investing activities (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities (9,695,245) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106			39,779,745	41,962,233	94,006,805	112,503,893
Income tax paid (12,293,679) (9,471,027) (13,492,640) (10,801,259) Net cash from operating activities 24,675,339 27,960,028 73,108,907 90,388,961 Cash flows from investing activities Acquisition of property, plant and equipment Proceeds from disposal of property, plant and equipment (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of property, plant and equipment Acquisition of intangible assets (241,746) (402,533) (969,667) (763,517) Acquisition of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets 405,383 5,187,822 15,402,661 - Net cash used in investing activities (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities (9,695,245) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net 614,767 251,490) 237,566 199,224 Net cash used in financing activities </td <td>Interest received</td> <td></td> <td>306,724</td> <td>234,173</td> <td>893,610</td> <td>759,322</td>	Interest received		306,724	234,173	893,610	759,322
Net cash from operating activities 24,675,339 27,960,028 73,108,907 90,388,961 Cash flows from investing activities Acquisition of property, plant and equipment Proceeds from disposal of property, plant and equipment (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of property, plant and equipment - 13,043 13,217 64,064 Acquisition of intangible assets (241,746) (402,533) (969,667) (763,517) Acquisition of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets 405,383 5,187,822 15,402,661 - Net cash used in investing activities (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities (9,695,245) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net 614,767 251,490) 237,566 199,224 Net cash used in financing activities (21,627,059) <t< td=""><td>Finance costs paid</td><td></td><td>(3,117,451)</td><td>(4,765,351)</td><td>(8,298,868)</td><td>(12,072,996)</td></t<>	Finance costs paid		(3,117,451)	(4,765,351)	(8,298,868)	(12,072,996)
Cash flows from investing activities (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of property, plant and equipment - 13,043 13,217 64,064 Acquisition of intangible assets (241,746) (402,533) (969,667) (763,517) Acquisition of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets 405,383 5,187,822 15,402,661 - Net cash used in investing activities (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities (9,695,245) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net 614,767 251,490) 237,566 199,224 Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cas	Income tax paid		(12,293,679)	(9,471,027)	(13,492,640)	(10,801,259)
Cash flows from investing activities Acquisition of property, plant and equipment (16,453,145) (10,355,707) (27,800,940) (21,177,659) Proceeds from disposal of property, plant and equipment - 13,043 13,217 64,064 Acquisition of intangible assets (241,746) (402,533) (969,667) (763,517) Acquisition of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets 405,383 5,187,822 15,402,661 - Net cash used in investing activities (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities (9,695,245) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net 614,767 251,490) 237,566 199,224 Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cash and cas	Net cash from operating activities		24,675,339	27,960,028	73,108,907	90,388,961
Acquisition of property, plant and equipment Proceeds from disposal of property, plant and equipment Acquisition of intangible assets (241,746) (402,533) (969,667) (763,517) (763,517) (880,093) (379,116) (33,625,294) (13,621,670) (17,169,601) (5,936,491) (46,980,023) (35,498,782) (17,169,601) (5,936,491) (46,980,023) (35,498,782) (17,169,601						
Acquisition of intangible assets (241,746) (402,533) (969,667) (763,517) Acquisition of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities (12,546,581) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net (14,767) (251,490) (237,566) (199,224) Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) (4,893,637) (9,498,749) (9,498,749) (22,635,951) Cash and cash equivalents at beginning of period (29,600,146) (39,098,895) (39,098,895) (16,462,944)	Acquisition of property, plant and equipment		(16,453,145) (10,355,707)	(27,800,940)	(21,177,659)
Acquisition of other financial assets (880,093) (379,116) (33,625,294) (13,621,670) Proceeds from disposal of other financial assets Net cash used in investing activities (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities Repayment of borrowings (9,695,245) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515 (17,856,485) (17,106,411) Consumer deposits, net 614,767 251,490) 237,566 199,224 Net cash used in financing activities Net (decrease)/ increase in cash and cash equivalents Cash and cash equivalents at beginning of period 29,600,146 39,098,895 39,098,895 16,462,944	equipment		2			
Proceeds from disposal of other financial assets Net cash used in investing activities Cash flows from financing activities Repayment of borrowings Consumer deposits, net Net cash used in financing activities Retarmined (12,546,581) (8,460,875) (18,008,714) (15,347,041) (15,347,041) (12,546,581) (8,920,515) (17,856,485) (17,106,411) (15,347,041) (•		, , ,	
Net cash used in investing activities (17,169,601) (5,936,491) (46,980,023) (35,498,782) Cash flows from financing activities (9,695,245) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net 614,767 251,490) 237,566 199,224 Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cash and cash equivalents at beginning of period 29,600,146 39,098,895 39,098,895 16,462,944	Acquisition of other financial assets		(880,093) (379,116)) (33,625,294)	(13,621,670)
Cash flows from financing activities Repayment of borrowings (9,695,245) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net 614,767 251,490) 237,566 199,224 Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cash and cash equivalents at beginning of period 29,600,146 39,098,895 39,098,895 16,462,944	Proceeds from disposal of other financial assets		405,383	5,187,822	15,402,661	
Repayment of borrowings (9,695,245) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net 614,767 251,490) 237,566 199,224 Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cash and cash equivalents at beginning of period 29,600,146 39,098,895 39,098,895 16,462,944	Net cash used in investing activities		(17,169,601	(5,936,491	(46,980,023)	(35,498,782)
Repayment of borrowings (9,695,245) (8,460,875) (18,008,714) (15,347,041) Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net 614,767 251,490) 237,566 199,224 Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cash and cash equivalents at beginning of period 29,600,146 39,098,895 39,098,895 16,462,944	Cash flows from linancing activities					
Dividends paid (12,546,581) (8,920,515) (17,856,485) (17,106,411) Consumer deposits, net 614,767 251,490) 237,566 199,224 Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cash and cash equivalents at beginning of period 29,600,146 39,098,895 39,098,895 16,462,944			(9 695 245	(8 460 875	(18 008 714)	(15 347 041)
Consumer deposits, net 614,767 251,490 237,566 199,224 Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cash and cash equivalents at beginning of period 29,600,146 39,098,895 39,098,895 16,462,944	, ,				, , , , , ,	
Net cash used in financing activities (21,627,059) (17,129,900) (35,627,633) (32,254,228) Net (decrease)/ increase in cash and cash equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cash and cash equivalents at beginning of period 29,600,146 39,098,895 39,098,895 16,462,944	•		•	,		
Net (decrease)/ increase in cash and cash equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cash and cash equivalents at beginning of period 29,600,146 39,098,895 39,098,895 16,462,944		12				
equivalents (14,121,321) 4,893,637 (9,498,749) 22,635,951 Cash and cash equivalents at beginning of period 29,600,146 39,098,895 39,098,895 16,462,944			(,,)		
period 29,600,146 39,098,895 39,098,895 16,462,944	equivalents		(14,121,321) 4,893,637	(9,498,749)	22,635,951
Cash and cash equivalents at end of period \$ 15,478,825 43,992,532 29,600,146 39,098,895			29,600,146	39,098,895	39,098,895	16,462,944
	·	\$				

Notes to Unaudited Consolidated Financial Statements For the Six Months Ended June 30, 2017

(Expressed In Eastern Caribbean Dollars)

Accompanying Notes

- These unaudited consolidated financial statements present the results of the St. Lucia Electricity Services Limited and its two subsidiaries-LUCELEC Cap-Ins. Inc. and LUCELEC Trust Company 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 period.
- 4. As part of the company's hedging strategy, swaps contracts were entered into during the period.

 The fair value of these contracts at the end of the period as disclosed on the Unaudited

 Consolidated Statement of Financial Position as Derivative Financial Asset was \$0.3M.
- 5. There were no issuances, repurchases and repayments of equity securities during the period.
- 6. Loan principal and interest repayments during the six months totaled \$12.8M.
- 7. A final dividend for 2016 of \$0.56 per share (\$12.8M) was declared at the annual general meeting of the shareholders in May 2017. Dividends totaling \$12.5M were paid in June 2017.
- 8. There were no material events subsequent to the end of the period that have not been reflected in the unaudited consolidated financial statements.
- 9. There were no changes in contingent liabilities since the end of the prior financial year.