



## CONSOLIDATED STATEMENT OF INCOME

For the year ended December 31, 2005  
(expressed in Barbados dollars)

	2005 \$000's	2004 \$000's
Operating revenue (Note 22)	339,231	301,593
<b>Operating expenses</b>		
Fuel	176,669	149,010
Generation	30,828	28,247
General	31,854	30,624
Distribution	10,538	10,121
Insurance	11,466	12,088
Depreciation	53,540	48,562
Foreign exchange gain	(86)	(32)
	314,809	278,620
<b>Operating income</b>	24,422	22,973
<b>Interest income</b>	813	307
<b>Income before interest and finance charges</b>	25,235	23,280
<b>Interest and finance charges</b>		
Long term loans	6,714	6,230
Other borrowings	1,516	1,362
Interest during construction	(1,163)	(3,836)
	7,067	3,756
<b>Income before taxation</b>	18,168	19,524
Taxation (Note 13)	2,779	(7,292)
<b>Net income for the year</b>	15,389	26,816
Basic and diluted earnings per share (cents) Note (14)	106.37	185.35



## CONSOLIDATED BALANCE SHEET

As of December 31, 2005  
(expressed in Barbados dollars)

	2005 \$000's	2004 \$000's
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment (Note 4)	700,836	710,648
Other assets (Note 5)	249	558
	701,085	711,206
<b>Current assets</b>		
Cash resources (Note 6)	35,035	27,996
Accounts receivable and prepaid expenses (Note 7)	31,904	27,050
Corporation tax recoverable	40	65
Inventories (Note 8)	30,976	23,292
	97,955	78,403
<b>Total assets</b>	799,040	789,609
<b>Capitalisation and liabilities</b>		
<b>Shareholders' equity</b>	549,518	537,192
<b>Non-current liabilities</b>		
Long term loans (Note 11)	109,113	121,935
Customers' deposits	17,646	15,621
Deferred credits (Note 12)	42,934	40,930
Deferred tax liability (Note 13)	34,308	33,336
	204,001	211,822
<b>Current liabilities</b>		
Accounts payable (Note 15)	31,679	28,073
Current portion of long term loans (Note 11)	13,842	12,522
	45,521	40,595
<b>Total capitalisation and liabilities</b>	799,040	789,609

Approved by the Board of Directors on March 7, 2006



F. O. McConney - Director



E. L. Greaves - Director



## CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended December 31, 2005  
(expressed in Barbados dollars)

	Preference Shares \$000's	Common Shares \$000's	Revaluation Surplus \$000's	Other Reserves \$000's	Retained Earnings \$000's	Total \$000's
<b>Balance at December 31, 2003</b>	500	89,150	162,152	7,368	235,272	494,442
Dividends paid	-	-	-	-	(5,811)	(5,811)
Issue of common shares	-	654	-	-	-	654
Repurchase of common shares	-	(250)	-	-	-	(250)
Surplus on revaluation of property, plant & equipment	-	-	21,341	-	-	21,341
Transfer from special reserve (Note 10)	-	-	-	(7,368)	7,368	-
Transfer of realised portion of revaluation surplus (Note 2 (d))	-	-	(17,870)	-	17,870	-
Transfer to capital reserve (Note 10)	-	-	-	109,522	(109,522)	-
Net Income for the year	-	-	-	-	26,816	26,816
<b>Balance at December 31, 2004</b>	500	89,554	165,623	109,522	171,993	537,192
Dividends paid	-	-	-	-	(5,818)	(5,818)
Issue of common shares	-	870	-	-	-	870
Repurchase of common shares	-	(1,084)	-	-	-	(1,084)
Surplus on revaluation of property, plant & equipment	-	-	2,969	-	-	2,969
Transfer of realised portion of revaluation surplus (Note 2 (d))	-	-	(13,956)	-	13,956	-
Net Income for the year	-	-	-	-	15,389	15,389
<b>Balance at December 31, 2005</b>	500	89,340	154,636	109,522	195,520	549,518



## CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended December 31, 2005

(expressed in Barbados dollars)

	2005 \$000's	2004 \$000's
<b>Cash flows from operating activities</b>		
Income before taxation	18,168	19,524
Adjustments for:		
Depreciation	53,540	48,562
Gain on foreign exchange	(86)	(32)
(Gain)/loss on disposal of property, plant and equipment	(8)	6
Interest income	(813)	(307)
Interest expense	7,067	3,756
Deferred charges	309	(530)
<b>Operating income before working capital changes</b>	<b>78,177</b>	<b>70,979</b>
(Increase)/decrease in accounts receivable & prepaid expenses	(4,854)	5,542
Increase in inventories	(7,684)	(1,346)
Increase/(decrease) in accounts payable	3,606	(1,139)
Cash generated from operations	69,245	74,036
Interest paid	(6,632)	(3,709)
Corporation tax paid	(6)	(7,326)
Net cash from operating activities	62,607	63,001
<b>Cash flows (used in)/from investing activities</b>		
Additions to property, plant and equipment	(42,874)	(106,959)
Fixed term deposits	(6,900)	-
Proceeds on disposal of property, plant and equipment	28	24
Interest received	691	292
Net cash used in investing activities	(49,055)	(106,643)
<b>Cash flows (used in)/from financing activities</b>		
Repurchase of common shares	(1,084)	(250)
Issue of common shares	870	654
Long term loan instalments paid	(11,502)	(8,068)
Long term loans drawn down	-	46,775
Dividends paid	(5,818)	(5,811)
Customers' contributions received	2,096	2,254
Customers' deposits	2,025	1,052
Net cash (used in)/from financing activities	(13,413)	36,606
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>139</b>	<b>(7,036)</b>
<b>Cash and cash equivalents - beginning of year</b>	<b>27,996</b>	<b>35,032</b>
<b>Cash and cash equivalents - end of year (Note 6)</b>	<b>28,135</b>	<b>27,996</b>