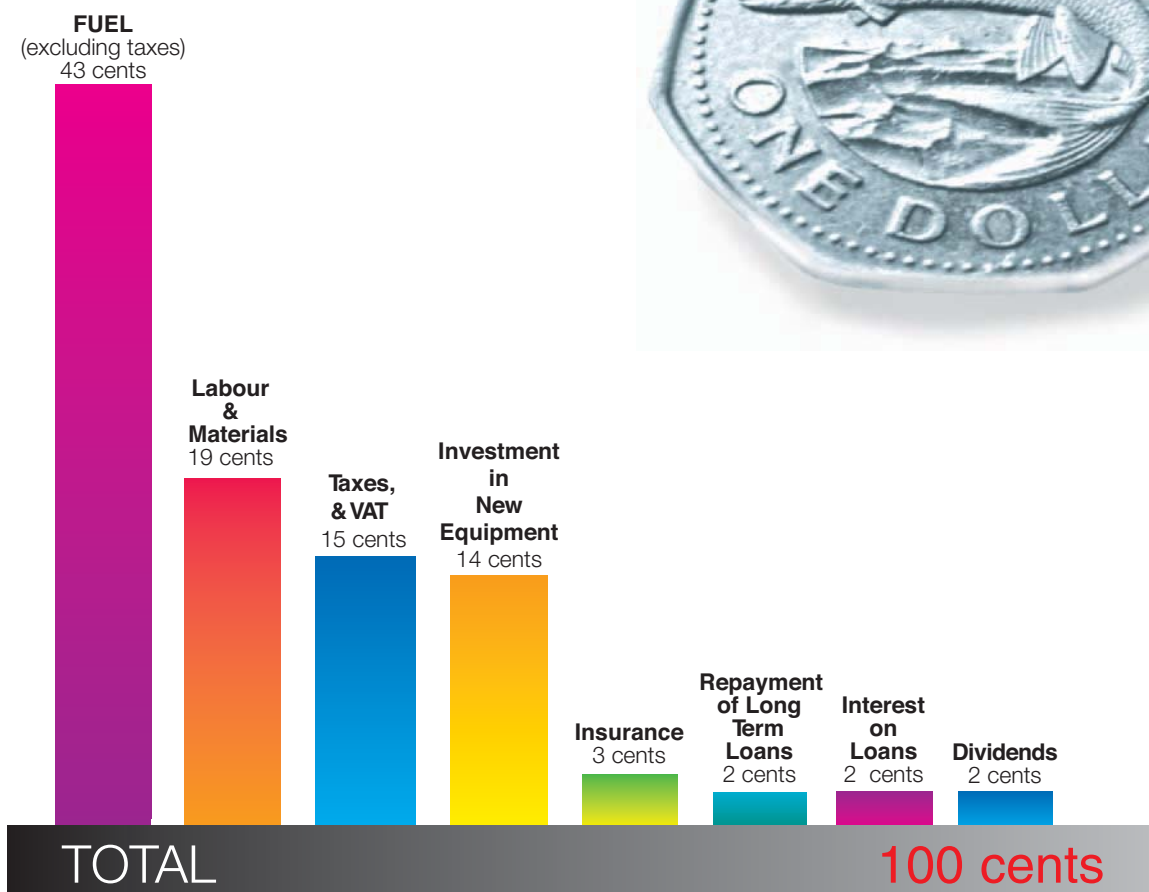




Simplified Financial Statement

How each customer dollar was spent in 2004



Fuel excluding Taxes	43 ¢
Labour & materials to operate and maintain the system	19 ¢
Taxes, levies and VAT including taxes on fuel	15 ¢
Investment in new equipment	14 ¢
Insurance	3 ¢
Repayment of long term loans	2 ¢
Interest on loans	2 ¢
Shareholder's dividends	2 ¢

Senior Management
Managing Director - Andrew A. Gittens

Finance Manager - Hutson R. Best
 Generation Manager - R. Hallam Edwards
 Customer Services Manager - N. Hallam R. Hunte
 Manager Corporate Services - Hartley B. Richards
 Distribution Manager - Keith L. A. Richards
 Manager Information Systems - W. Anthony Watkins
 Chief Operating Officer - Peter W. B. Williams
 Manager Marketing & Corporate Communications - Stephen T. Worme

Consolidated Statement of Income

For the year ended December 31, 2004 expressed in Barbados dollars

	2004 \$000's	2003 \$000's
Operating revenue	301,593	272,490
Operating expenses		
Fuel	149,010	124,964
Other (Note 12)	66,284	57,504
Insurance	12,088	12,400
Taxes other than on income	2,708	2,682
Depreciation	48,562	52,447
(Gain) loss on foreign exchange	(32)	101
	278,620	250,098
Operating income	22,973	22,392
Interest income	307	106
Income before interest and finance charges	23,280	22,498
Interest and finance charges		
Long term loans	6,230	5,023
Other borrowings	1,362	1,079
Interest during construction	(3,836)	(2,210)
	3,756	3,892
Income before taxation	19,524	18,606
Taxation (Note 8)	7,467	9,927
Deferred tax credit arising from change in tax rate (Note 8)	(14,759)	(2,057)
	(7,292)	7,870
Net income for the year	26,816	10,736
Basic and diluted earnings per share (cents) (Note 14)	185.35	74.21

Consolidated Balance Sheet

As at December 31, 2004 expressed in Barbados dollars

	2004 \$000's	2003 \$000's
ASSETS		
Property, plant and equipment (Note 3)	710,648	633,194
Current assets		
Cash and cash equivalents (Note 4)	27,996	35,032
Accounts receivable and prepaid expenses	27,050	32,593
Corporation tax recoverable	65	-
Inventories (Note 5)	23,292	21,946
	78,403	89,571
Other assets (Note 6)	558	168
Total Assets	789,609	722,933
CAPITALISATION AND LIABILITIES		
Equity	537,192	494,442
Non-current liabilities		
Long term loans (Note 7)	121,935	87,682
Deferred tax liability (Note 8)	33,336	49,089
Deferred credits (Note 9)	40,930	35,639
	196,201	172,410
Current liabilities		
Accounts payable	28,073	29,214
Current portion of long term loans (Note 7)	12,522	8,068
Corporation tax payable	-	4,230
Customers' deposits	15,621	14,569
	56,216	56,081
Total Capitalisation and Liabilities	789,609	722,933

Approved by the board of directors on March 10, 2005



F. O. McConney - Director



E.L. Greaves - Director

Consolidated Statement of Changes in Equity

For the year ended December 31, 2004 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
Balance at December 31, 2002	500	88,904	133,795	58,714	158,772	440,685
Dividends paid	-	-	-	-	(5,800)	(5,800)
Issue of common shares	-	548	-	-	-	548
Repurchase of common shares	-	(302)	-	-	-	(302)
Surplus on revaluation of property plant & equipment	-	-	48,575	-	-	48,575
Transfer from special reserve (Note 11)	-	-	-	(51,346)	51,346	-
Transfer of realised portion of revaluation surplus (Note 2 (d))	-	-	(20,218)	-	20,218	-
Net Income for the year	-	-	-	-	10,736	10,736
Balance at December 31, 2003	500	89,150	162,152	7,368	235,272	494,442
Balance at December 31, 2003	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 11)	-	-	-	(7,368)	7,368	-
Transfer of realised portion of revaluation surplus (Note 2 (d))	-	-	(17,870)	-	17,870	-
Transfer to capital reserve (Note 11)	-	-	-	109,522	(109,522)	-
Net Income for the year	-	-	-	-	26,816	26,816
Balance at December 31, 2004	500	89,554	165,623	109,522	171,993	537,192

Consolidated Statement of Cash Flows

For the year ended December 31, 2004 expressed in Barbados dollars

	2004 \$000's	2003 \$000's
Cash flows from operating activities		
Income before taxation	19,524	18,606
Adjustments for:		
Depreciation	48,562	52,447
Loss/(Gain) on disposal of property, plant & equipment	6	(30)
Foreign exchange (gain)/loss	(32)	101
Interest income	(307)	(106)
Interest expense	3,756	3,892
Deferred charges	(530)	33
Operating profit before working capital changes	70,979	74,943
Net working capital movement	3,719	(1,201)
Cash generated from operating activities	74,698	73,742
Interest paid	(3,319)	(3,838)
Corporation tax paid	(7,326)	(3,464)
Net cash from operating activities	64,053	66,440
Cash flows from investing activities		
Additions to property, plant and equipment	(106,959)	(74,396)
Proceeds on disposal of property, plant and equipment	24	30
Interest received	292	98
Net cash used in investing activities	(106,643)	(74,268)
Cash flows from financing activities		
Repurchase of common shares	(250)	(302)
Issuance of common shares	654	548
Long term loan instalments paid	(8,068)	(7,786)
Long term loans drawn down	46,775	43,109
Dividends paid	(5,811)	(5,800)
Customers' contributions	2,254	2,418
Net cash from financing activities	35,554	32,187
Net (decrease)/increase in cash and cash equivalents	(7,036)	24,359
Cash and Cash Equivalents - beginning of year	35,032	10,673
Cash and Cash Equivalents - end of year (Note 4)	27,996	35,032