



Overview

Equity • Stock
Peru
Utilities

LVRS - Peru: Engie Energia Peru 3Q20 Results

30 October 2020

EBITDA down 28.0% YoY, affected by the update of Ilo21 impairment.

EBITDA fell -28.0% YoY to USD 47.7mn, mainly owing to the negative impact of USD 10.4mn from the Ilo21 impairment update and weaker operational performance. Excluding one-off effects, EBITDA would have come to USD 58.1mn, down -12% YoY. Net income came to USD 16.1mn in 3Q20, down -45% YoY from 3Q19, mainly explained by the Ilo21 impairment and weaker financial performance.

Net generation increased from 1,1847GWh in 3Q19 to 1,1854GWh in 3Q20 (+86% YoY). Hydro generation was down -4.2%, offset by thermal generation, up 0.9% YoY, and solar generation, up +3.8% YoY.

Revenues dropped 10.5% YoY to USD 120mn in 3Q20, mainly explained by a 14.0% YoY decline in energy sales that was mostly attributable to the impact of COVID-19 containment measures, which translated into lower energy volumes, down -18% YoY.

Costs dropped -9.3% YoY, mainly explained by a -22.5% YoY decrease in energy purchases and a -3.2% YoY decline in costs related to fuel consumption.

Net income came to USD 16.1mn, compared to USD 29.2mn in 3Q19 (down -45% YoY), hampered by the Ilo21 impairment update of USD 10.4mn and weaker financial performance.

Net debt/EBITDA went up from 1.92x in 2Q20 to 2.15x in 3Q20.

Tabla 1: Engie Energia Peru 3Q20 Results, USD mn

	3Q20	3Q19	%Var 20/19
Revenues	120.2	134.3	-10%
Op. Income	38.6	50.8	-24%
Op. Margin (%)	32%	38%	
EBITDA	47.7	66.3	-28%
EBITDA Margin (%)	40%	49%	
Net Income	23.2	29.2	-21%
Net Margin (%)	19.3%	21.8%	

Source: Company reports; LarrainVial Research Department

Alexander Varschavsky
 Senior Analyst
avarschavsky@larrainvial.com
 +562 2339 8610

READ THE FULL REPORT

LarrainVial © 2020 All Rights Reserved