

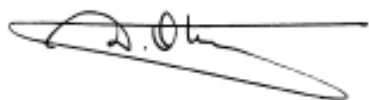
**JAMAICA PUBLIC SERVICE COMPANY LIMITED**

**CONDENSED BALANCE SHEET AS AT JUNE 30, 2007**

{Unaudited results in J\$ thousand}

	<b>Jun-07</b>	<b>Jun-06</b>	<b>{Audited} Dec-06</b>
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	2,635,202	2,557,654	2,702,365
Accounts receivable	11,388,486	10,455,613	10,571,792
Tax recoverable	174,305	161,851	169,264
Inventories	2,682,136	2,264,485	2,150,060
	<u>16,880,129</u>	<u>15,439,603</u>	<u>15,593,481</u>
<b>CURRENT LIABILITIES</b>			
Payables and provisions	7,272,963	4,624,290	5,298,736
Taxation payable	275,968	-	-
Short-term loans	1,028,631	1,452,750	1,007,232
Current portion of long-term loans	454,449	9,354,230	444,994
Due to related companies	31,747	60,417	42,267
	<u>9,063,758</u>	<u>15,491,687</u>	<u>6,793,229</u>
<b>WORKING CAPITAL</b>	7,816,371	( 52,084)	8,800,252
<b>NON-CURRENT ASSETS</b>			
Property, plant & equipment	41,997,312	38,244,762	40,302,553
Employee benefits asset	1,804,636	1,549,032	1,706,167
	<u>51,618,319</u>	<u>39,741,710</u>	<u>50,808,972</u>
Financed by:			
<b>SHAREHOLDERS' EQUITY</b>			
Stated capital	11,744,730	11,744,730	11,744,730
Capital reserve	11,548,626	10,041,626	10,559,173
Retained earnings	4,536,349	5,165,788	5,447,884
	<u>27,829,705</u>	<u>26,952,144</u>	<u>27,751,787</u>
<b>NON-CURRENT LIABILITIES</b>			
Customer deposits	2,231,228	2,095,996	2,185,032
Long-term loans	14,998,956	5,477,793	14,873,518
Deferred taxation	5,277,429	3,979,395	4,780,290
Employee benefits obligations	1,281,001	1,236,382	1,218,345
	<u>51,618,319</u>	<u>39,741,710</u>	<u>50,808,972</u>

**ON BEHALF OF THE BOARD**



Damian Obiglio  
President & CEO



Gary Osborne  
Chief Financial Officer

**JAMAICA PUBLIC SERVICE COMPANY LIMITED**

**STATEMENT OF EARNINGS (CONDENSED) FOR THE  
SIX MONTH PERIOD ENDED JUNE 30, 2007**

{Unaudited results in J\$ thousand}

	Quarter ending,		Six months ended,	
	Jun-07 JS'000	Jun-06 JS'000	Jun-07 JS'000	Jun-06 JS'000
Operating revenue	13,364,003	12,384,224	24,654,512	23,361,970
Cost of sales:				
Fuel	(7,914,789)	(6,993,590)	(13,932,932)	(12,895,666)
Purchased power (excluding fuel)	(1,330,256)	(1,204,347)	(2,535,860)	(2,294,591)
	<u>(9,245,045)</u>	<u>(8,197,937)</u>	<u>(16,468,792)</u>	<u>(15,190,257)</u>
Gross profit	4,118,958	4,186,287	8,185,720	8,171,713
Operating expenses:				
Selling, general & administrative expenses	(1,130,521)	(907,293)	(2,140,003)	(1,787,114)
Maintenance expenses	(1,271,041)	(1,154,263)	(2,421,929)	(2,090,859)
	<u>(2,401,562)</u>	<u>(2,061,556)</u>	<u>(4,561,932)</u>	<u>(3,877,973)</u>
Operating profit before depreciation, net finance costs, other income/(expenses) and taxation	1,717,396	2,124,731	3,623,788	4,293,740
Depreciation and amortisation expenses	<u>(810,372)</u>	<u>(710,840)</u>	<u>(1,589,146)</u>	<u>(1,394,509)</u>
Operating profit before net finance costs, other income/(expenses) and taxation	907,024	1,413,891	2,034,642	2,899,231
Net financing costs	(622,818)	(605,846)	(1,197,796)	(1,302,523)
Other income/(expenses), net	<u>(595,074)</u>	<u>14,481</u>	<u>(514,738)</u>	<u>33,989</u>
Profit before taxation	(310,868)	822,526	322,108	1,630,697
Taxation	145,642	(230,000)	(26,358)	(428,000)
Net (loss)/profit for the period	<u>(165,226)</u>	<u>592,526</u>	<u>295,750</u>	<u>1,202,697</u>
Earnings per share/stock unit:				
Number of share/stock units [in thousands]	<u>21,828,195</u>	<u>21,828,195</u>	<u>21,828,195</u>	<u>21,828,195</u>
Net profit per share/stock unit (annualised)	<u>(3.03)</u>	<u>10.86</u>	<u>2.71</u>	<u>11.02</u>

**JAMAICA PUBLIC SERVICE COMPANY LIMITED**

**CASH FLOW STATEMENT (CONDENSED) FOR THE  
SIX MONTH PERIOD ENDED JUNE 30, 2007**

{Unaudited results in J\$ thousand}

	<b>Jun-07</b>	<b>Jun-06*</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net profit for the period	295,750	1,202,697
Adjustments for non-cash items:		
Depreciation and amortisation	1,589,146	1,394,509
Unrealised foreign exchange losses	305,470	349,759
Interest accrued	1,003,715	926,121
Interest capitalized during construction	( 55,901)	( 26,173)
Tax (expense)/income	( 249,610)	428,000
Employee benefits, net	( 35,813)	( 107,914)
Other interest income net	( 45,696)	( 29,071)
Amortisation of debt discounts and expenses	13,640	-
	<u>2,820,701</u>	<u>4,137,928</u>
Increase/(decrease) in working capital:		
Accounts receivable	( 819,828)	(1,258,046)
Inventories	( 532,076)	( 211,584)
Payables and provisions	1,954,162	( 150,754)
Taxation payable	275,968	-
Due to related companies	( 10,520)	26,093
Customer deposits	46,196	41,185
Interest paid	( 922,618)	( 869,999)
Taxes withheld	( 5,041)	( 14,403)
Net cash provided by operating activities	<u>2,806,944</u>	<u>1,700,420</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	48,830	28,230
Purchase of property, plant & equipment	( 987,759)	( 561,711)
Net cash used by investing activities	<u>( 938,929)</u>	<u>( 533,481)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Short-term loans repaid, net	-	-
Long-term loans repaid, net	( 223,850)	( 344,829)
Dividends paid	(1,711,328)	( 84)
Net cash used by financing activities	<u>(1,935,178)</u>	<u>( 344,913)</u>
Net (decrease)/increase in cash & cash equivalents	( 67,163)	822,026
Cash and cash equivalents at beginning of year	2,702,365	1,735,628
Cash and cash equivalents at end of year	<u>2,635,202</u>	<u>2,557,654</u>

\* Restated to conform to 2007 presentation.

**JAMAICA PUBLIC SERVICE COMPANY LIMITED**

**STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**

**FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2007**

{Unaudited results in J\$ thousand}

	<u>Stated Capital</u>	<u>Capital Reserve</u>	<u>Retained Earnings</u>	<u>TOTAL</u>
Balance as at December 31, 2005	11,744,730	9,493,649	3,544,603	24,782,982
Revaluation surplus	-	1,449,823	-	1,449,823
Deferred tax on revaluation surplus	-	( 483,274)	-	( 483,274)
Realised revaluation surplus	-	( 418,572)	418,572	-
	<u>11,744,730</u>	<u>10,041,626</u>	<u>3,963,175</u>	<u>25,749,531</u>
Net profit for the period	-	-	1,202,697	1,202,697
Ordinary dividends paid	-	-	-	-
Preference dividends paid	-	-	( 84)	( 84)
Balance as at June 30, 2006	<u>11,744,730</u>	<u>10,041,626</u>	<u>5,165,788</u>	<u>26,952,144</u>
Balance as at December 31, 2006	11,744,730	10,559,173	5,447,884	27,751,787
Revaluation surplus	-	2,240,245	-	2,240,245
Deferred tax on revaluation surplus	-	( 746,749)	-	( 746,749)
Realised revaluation surplus	-	( 504,043)	504,043	-
	<u>11,744,730</u>	<u>11,548,626</u>	<u>5,951,927</u>	<u>29,245,283</u>
Net profit for the period	-	-	295,750	295,750
Ordinary dividends paid	-	-	(1,711,243)	( 1,711,243)
Preference dividends paid	-	-	( 85)	( 85)
Balance as at June 30, 2007	<u>11,744,730</u>	<u>11,548,626</u>	<u>4,536,349</u>	<u>27,829,705</u>

	<u>Jun-07</u>	<u>Jun-06</u>
Net gains for the period	<u>1,789,246</u>	<u>2,169,246</u>
Amount recognised directly in equity	<u>1,493,496</u>	<u>966,549</u>

**JAMAICA PUBLIC SERVICE COMPANY LIMITED**  
**NOTES TO THE ABRIDGED FINANCIAL STATEMENTS**  
**(UNAUDITED) JUNE 30, 2007**

1. Corporate structure and nature of business

The company is incorporated in Jamaica and is an 80% subsidiary of Mirant JPSCO (Barbados) SRL, which is incorporated in Barbados. The registered office of the company is situated at 6 Knutsford Boulevard, Kingston 5, Jamaica, W. I., and its preference shares are listed on the Jamaica Stock Exchange.

The ultimate holding company is Mirant Corporation, incorporated in Delaware, U.S.A, which is listed on the New York Stock Exchange. Mirant Corporation and its subsidiary companies are referred to in these financial statements as “related companies”.

The principal activities of the company are generating, transmitting, distributing and supplying electricity in accordance with the terms of the All-Island Electric Licence 2001 (the Licence), granted on March 30, 2001 by the Minister of Mining and Energy.

On August 9, 2007 Mirant Corporation sold its 80% shareholding in the Jamaica Public Service Company Limited to Marubeni Caribbean Power Holdings, Inc., a wholly owned subsidiary of Marubeni Corporation of Japan. Marubeni Caribbean Power Holdings, Inc. is incorporated in Delaware and headquartered in Marietta, Georgia, USA.

2. Regulatory arrangements and tariff structure

The Licence authorises the company to supply electricity for public and private purposes within the Island of Jamaica, subject to regulation by the Office of Utilities Regulation (OUR) established pursuant to the Office of Utility Regulation Act, 1995, and as subsequently amended, with power and authority to require observance and performance by the company of its obligations under the Licence, and to regulate the rates charged by the company.

Under the provisions of the Licence, the company is granted the exclusive right to transmit, distribute and supply electricity throughout the Island of Jamaica for a period of twenty years. Additionally, future generation capacity expansion projects require the approval of the OUR and will be subject to a competitive tendering process.

Schedule 3 of the Licence defines the rates for electricity and the mechanism for rate adjustments. Under the Licence, the rates for electricity consist of a Non-Fuel Base Rate, which is adjusted annually using the Performance Based Rate-making Mechanism; and a Fuel Rate, which is adjusted monthly to reflect fluctuations in actual fuel costs, net of adjustments for prescribed efficiency targets (system losses and heat rate). Under the rate schedule the company should recover its actual fuel costs net of the prescribed efficiency adjustments through its Fuel Rate. Both rates (fuel and non-fuel) are adjusted monthly to account for movements in the monetary exchange rate between the United States dollar (US\$) and the Jamaica dollar.

As of May 31, 2004, and thereafter on each succeeding fifth anniversary, the company must submit a filing to the OUR for further rate adjustments to its Non-Fuel Base Rate. The rate filing, which requires OUR approval, is based on a test year and includes defined “efficient” non-fuel operating costs, depreciation expenses, taxes, and a fair return on investment.

Embedded in the OUR approved tariff is an amount to be set aside monthly as a self insurance sinking fund reserve in case of a major catastrophe affecting the company’s operations.

**JAMAICA PUBLIC SERVICE COMPANY LIMITED**  
**NOTES TO THE ABRIDGED FINANCIAL STATEMENTS**  
**(UNAUDITED) JUNE 30, 2007**

3. Statement of compliance, basis of preparation and significant accounting policies

The unaudited interim financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) and their interpretations adopted by the International Accounting Standards Board (IASB), and comply with the provisions of the Companies Act.

The interim financial statements have been prepared using the same accounting policies and methods of computation as compared with the audited financial statements for the year ended December 31, 2006. The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The interim statements are presented in Jamaica dollars, which is the currency in which the company conducts the majority of its operations (functional currency); and are prepared under the historical cost basis, modified for the inclusion of specialised plant and equipment carried at valuation.

The interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the audited financial statements for the year ended December 31, 2006.

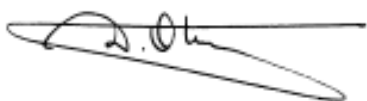
4. Net finance costs

	<b>Quarter ending,</b>		<b>Six Months ending,</b>	
	<b>Jun-07</b>	<b>Jun-06</b>	<b>Jun-07</b>	<b>Jun-06</b>
	<b><u>JS'000</u></b>	<b><u>JS'000</u></b>	<b><u>JS'000</u></b>	<b><u>JS'000</u></b>
Foreign exchange losses	(154,060)	(137,075)	(305,470)	(349,759)
Other finance costs	(514,454)	(497,842)	(977,616)	(1,008,233)
Finance income	45,696	29,071	85,290	55,469
	<u>(622,818)</u>	<u>(605,846)</u>	<u>(1,197,796)</u>	<u>(1,302,523)</u>

Foreign exchange losses, as shown above, are the result of fluctuations in exchange rates. The relevant period end exchange rates (J\$: US\$) are shown below:

December 31, 2005	64.58	December 31, 2006	67.15
March 31, 2006	65.50	March 31, 2007	67.80
June 30, 2006	<u>66.03</u>	June 30, 2007	<u>68.58</u>

**ON BEHALF OF THE BOARD**




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Damian Obiglio  
President & CEO




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Gary Osborne  
Chief Financial Officer