



Informative Advance No. 133

EPM informs to the public opinion:

Today, Tuesday, April 9, EPM sent an official communication to Hidroituango S.A. E.S.P. informing them that it will begin to pass on all costs originated by the contingency of the Ituango Hydroelectric Project, i.e., those generated as of April 28, 2018.

EPM will continue to be at the forefront of contingency matters, as it has since its inception; however, it is necessary to pass on the above amounts, bearing in mind that they correspond to costs inherent in the construction of the project.

This decision is framed within the BOOMT contract (“Build, Own, Operate, Maintain, and Transfer” at the plant’s 50 years) and is derived from the results obtained from the root cause analysis carried out by the Norwegian-Chilean firm Skava Consulting, according to which the most probable hypothesis is that the obstruction of the auxiliary deviation tunnel (GAD) was due to the “progressive erosion of a shear zone at GAD floor level”, for which the designer-advisor did not apply proper treatment.

According to the BOOMT contract risk matrix, the risks associated with the design and the designer-advisor are the responsibility of Hidroituango S.A. E.S.P., a company whose main shareholders are the Instituto para el Desarrollo de Antioquia, IDEA; the Department of Antioquia and EPM.

Medellin, April 9, 2019