

Relevant information

Medellin, October 1, 2019

Before the contingency of April 28, 2018, the Ituango Hydroelectric Project had two firm energy obligations (FEO) of the Reliability Charge, which were assigned in the auctions called by the CREG (*Comisión de Regulación de Energía y Gas* [Energy and Gas Regulatory Commission]) in 2008 and 2012. In the 2008 auction, the project obtained obligations beginning on December 1, 2018, and in 2012 received additional obligations beginning on December 1, 2021. The previous year, taking into account that the contingency in the project would imply a delay of more than one year, the CREG initiated an administrative action to determine non-compliance with the obligations mentioned.

By means of Resolution 101 of 2019, the CREG decided to declare the loss of firm energy obligations with a start date of December 1, 2018, and maintains the assigned FEOs with a start date of December 1, 2021. The direct consequences of this resolution would be the loss of income associated with such obligations and the execution of a bank guarantee in the amount of USD 43,153,931. It is worth mentioning that the obligations that would be lost under the CREG decision may be partially recovered when the regulator assigns new firm energy obligations.

Consider that the above consequences will become effective if the CREG upholds its decision after resolving EPM's motion for reconsideration.

estamos ahí.