



Medellin, November 25, 2019

## **The EPM Budget for 2020 will amount to COP 17 billion, in an important contribution to the development of the country and the quality of life in the community**

- **EPM will make billionaire investments in its infrastructure by 2020**
  - **Investments aimed at the rendering of services of water, energy and gas with quality, continuity and coverage**
  - **With its works, the Company contributes to the creation of employment and dynamization of the Colombian economy**
  - **With the Ituango hydroelectric project, progress is made as regards the achievement of milestones related to the protection of the community, environmental care and technical recovery from the future power plant**

EPM contributes to life harmony for a better world. To fulfill this higher purpose, which seeks to contribute to the development and well-being of the community, the Company's Board of Directors approved; on Monday, November 25, a budget for 2020 amounting to COP 17 billion.

The budget authorized by the EPM Board of Directors responds to a rigorous planning exercise and includes resources for the attention of the Ituango hydroelectric project, which, in 2019, has accomplished relevant milestones as regards the protection of communities, environmental care and recovery of the future power plant from a technical perspective. This infrastructure project, which is key to the development of the country, will generate 17% of the energy demanded by Colombians, equivalent to consumption of 6.5 million households.



The budget also comprises items for the expansion and replenishment of electrical networks and the development of aqueduct and sewage works in order to increase service coverage for citizens, maintain and/or improve their continuity and quality, with an important contribution to the creation of employment, quality of life and more opportunities and inclusion.

The budget will be financed by means of three sources: cash balance amounting to COP1.9 billion (11%), current revenue from the provision of power, gas, sanitation and drinking water services, with which COP 9.8 billion (58%) are expected to be raised in 2020, and capital resources, which in the next year will amount to COP 5.3 billion (31%).

Among the capital resources, the following should be noted: planned credit disbursements, the compensations which are expected to be received from the insurance company for the damage caused in the contingency of the Ituango Hydroelectric project and the dividends that the Company will receive from the national and international subsidiaries.

**Overall, the EPM expenses budget will be distributed as follows:**

- **Operating expenses:** COP 5.9 billion (34%).
- **Commercial Operating Expenses:** COP 3.9 billion (23%).
- **Investment expenses:** COP 4.8 billion (28%).
- **Debt Service:** COP 1.8 billion (11%)
- **Final cash balance:** COP 0.6 billion (4%)

EPM continues to be an important driving force as regards the development of the city, with the surplus transfer to the Municipality of Medellin for COP 1.3 billion, which means more social investment for the people of Medellin.