

Relevant Information

Medellín, June 23, 2021

Relevant information on June 22, 2021 is covered in relation to the suspension agreed between EMPRESAS PÚBLICAS DE MEDELLÍN - EPM - and MAPFRE SEGUROS GENERALES DE COLOMBIA S.A. of the arbitration process established in relation to the Construction All-Risk policy No. 2901211000362.

Both parties have agreed to said suspension for a term of 8 months, that is, until February 18, 2022, considering that there is already a mutual agreement in the interest of both parties to continue with the adjustment process that is currently underway.

As reported by EPM on August 12, 2020, EPM submitted a request for a pre-judicial settlement before the Judicial Administrative Attorney General 32 II of Medellín, file number 7151, against MAPFRE. Said request was presented with the main purpose of suspending the expiration terms, and with the purpose of voluntarily settling the differences that may exist between the parties within the process of adjusting the event that occurred on April 28, 2018 when the Auxiliary Diversion Gallery (GAD, for the Spanish original) of the Ituango Hydroelectric Project collapsed, an adjustment that has been carried out by mutual agreement and amicably in accordance with the terms and conditions of the Construction All-Risk policy No. 2901211000362.

Likewise, as reported on January 13, at the end of the non-extendable period of the five months granted by law for the occurrence of the pre-judicial settlement, EPM filed a lawsuit before the Arbitration Tribunal of the Chamber of Commerce of Medellín, on the basis of the arbitration clause established in the insurance contract for an amount of COP 5.5 billion, with the main purpose of maintaining the suspension of the expiration terms, and continuing with the process of technical adjustment of the event, by mutual agreement and amicably.

The present suspension of the arbitration process therefore seeks, as has been the permanent interest of both parties, that the adjustment process continues to be developed in a technical and amicable way between the insured and the insurer, in accordance with the terms and conditions of the policy, and in accordance with progress is being made in the recovery of the project.

estamos ahí.