



EPM makes an alliance with the state-controlled company CEMIG of Brazil to participate in the process of selling Isagen

EPM of Colombia and the Companhia Energética de Minas Gerais [Gerais Mining Energy Company] (CEMIG) of Brazil, made an alliance to participate in the process of selling Isagen shares, which conveys the interests of the EPM Group, by staying as a minority shareholder of the company, in partnership with a senior partner to generate added value to boost its growth opportunities both in Colombia and in other Latin American markets. Under the agreement, EPM would increase its minority shareholdings up to a 20% level in Isagen.

The announcement was made by the CEO and leader of the EPM Group, Juan Esteban Calle Restrepo, who revealed that this alliance is the result of rigorous evaluation of a business model, in which, given the regulatory restrictions, EPM would retain its position as minority shareholder and CEMIG would take control of the operation.

“This alliance would allow us to protect and maximize our investment in Isagen, contributing in a way that would keep the control of the company in the hands of a well-known and reputable global company, controlled by one of the most important states in Brazil, which is fully compatible with the business philosophy of Isagen. Furthermore, it would open doors to future growth opportunities for the company in Latin America, especially in Brazil, one of the leading countries of our target market”, pointed out the manager.

The Partners

Calle Restrepo highlighted the track record of CEMIG, the leading company involved in the Brazilian electricity sector, the leader in energy distribution (12 million customers and the greatest distribution system in Latin American). It is third



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in transmission (over 9,000 kilometers of lines) and third in generation (with over 7,000 megawatts (MW) capacity).

Founded 61 years ago, CEMIG extends to 22 Brazilian states plus the Federal District and Chile. It is an open-end stock corporation controlled by the State Government of Gerais Mining with 114,000 shareholders in 44 countries and its shares are traded on the Stock Exchanges of São Paulo, New York and Madrid.

Just like EPM, CEMIG is known by its performance through social responsibility and sustainability criteria. For the last 14 years, it has been a part of the Dow Jones Sustainability World Index (DJSI World).

The EMP Group, for its part, is made up of 58 companies, of which 38 are in Central America, Mexico, Chile, the United States and Spain, and 20 in Colombia that carry out operations in the sectors of Water (8%), Electric Energy (62%), Gas (4%) and Telecommunications (26%).

In the energy sector, the EPM Group has 23% of the generation market in Colombia, 6% in transmission and 25% in distribution and marketing. Among its most important projects underway, the Ituango project, which will be the largest hydroelectric plant in Colombia, stands out, with 2,400 megawatts of capacity.

Under the guidance of a multidisciplinary team of experts, EPM and the Companhia Energética de Minas Gerais (CEMIG) will conduct the joint assessment and analysis of the information on Isagen before making any decision.

The leader of the EMP Group stated that the outcomes of this assessment will be crucial in determining the shareholding stake of the consortium in the bidding.

Communications Unit

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