



**EPM hereby reports to the public, regarding the “Exceptional Monitoring Report on Ituango Hydroelectric Project Resources”, drafted by the Comptroller General of the Republic and published this past Thursday, September 19, that:**

1. The report does not show acts of corruption or findings of a disciplinary or criminal nature. Six findings are reported, four of an administrative nature, and two are tax-related.
2. For legal reasons related to the tax liability process, EPM's explanations can only be provided to this regulatory authority in the future; that is, during the tax investigation procedure. The Company is certain that, at that time, it will satisfactorily resolve all doubts and concerns contained in the report.
3. Regarding recognition of the costs arising from the contingency, it is necessary to wait until the amount that the insurer will recognize and its corresponding payment schedule are defined, which, as EPM reported the previous week, will result from a rigorous analysis of the quantification of damages in accordance with the conditions established in the “All construction and assembly risk” policy. The Company will promptly inform the country of the results of this stage when the disbursed resources enter EPM and the financial statements of the project.
4. The works have complied with technical specifications, construction plans, and working schedules, using the technical and administrative rigor required by a megaproject of this scope.



In fact, at the time of the contingency, April 28, 2018, the execution schedule and the estimated budget were being met.

5. The Ituango hydroelectric project remains technically and financially viable. It is essential for Colombia's energy security and, very importantly, it has a insurance cover note issued by the Mapfre insurance company from the previous week, based, among other considerations, on there being no evidence of negligence or fraud during the construction of the project.

6. For EPM, the Ituango hydroelectric project is a key infrastructure project for the country's development. Its entry into commercial operation, which according to current projections will be at the end of 2021, will generate 17% of the country's energy, with clean, reliable, safe and low-cost technology, and it will bring multiple benefits for Colombians.

7. EPM reiterates its total willingness and openness to respond promptly and transparently to the requirements of the different regulatory authorities.

**Medellin, September 25, 2019**