



EPM Informs Public Opinion:

In connection with the information disclosed in the media about the financial situation and results of the investment made in the Mexican company Tecnología Intercontinental S.A.P.I. de C.V. (TICSA), now an EPM affiliate.

1. TICSA is a company with a strictly environmental vocation, which provides sustainable solutions in water treatment and reuse for the industrial and municipal sector, using cutting-edge technologies integrating equipment from recognized suppliers to ensure the long-term operation of treatment plants and with over 30 years of experience.
2. EPM's investment in TICSA took place in 2013 by means of capitalization. The process was performed with all due diligence, and the analysis and risk assessment demanded by this type of activity.
3. During the course of its administration, there have been important changes since the arrival of EPM in Mexico: The drop in oil prices has affected the country's economy. The federal government has reduced resources to meet the water plan and expectations of offers to the private sector have decreased. In addition, legal stability in Mexico was contrary to the company's reading.

Municipal governments in Mexico have intervened (arbitrary dispossession) our plants in Torreón and Tampico. Tuxtla's provision of public utilities contract was terminated through an action that was declared null and void by the competent authority. And in the case of Lerdo, they have ignored the water availability contract.

4. In the follow-up of portfolio decisions in Colombia and abroad, EPM has been totally transparent in its management, the information disclosed in the financial statements, the information provided to the control and oversight agencies, the follow-ups carried out in the Council of Medellín on several occasions, and the public rendering of accounts show how the information is managed. TICSA's particular case has been discussed on several occasions by the Board of Directors.



5. The Office of the Comptroller General of Medellín, as part of its legal oversight functions, performs year to year monitoring of EPM's business management in general. Regarding EPM's investment in TICSА, it conducted an audit that began on September 1, 2020 and concluded in 2021.

The final report delivered by the Office of the Comptroller General of Medellín highlights that there was an administrative complaint, "Lack of controls in the management of the Business Plan...", which led to an improvement plan, a request duly addressed by EPM. It should be noted that the aforementioned report did not include any fiscal findings.

6. Due to variations in the legal stability in Mexico, which led to the arbitrary dispossession of some treatment plants by some local governments, legal proceedings are underway seeking the restitution of TICSА's rights over these plants, with the ultimate purpose of keeping the resources of all the citizens of Medellín protected.

The Company expects to have litigation rights of approximately COP 234,000 million. It should be noted that EPM won the Torreón plant lawsuit in the municipality of Torreón, State of Coahuila, before the Mexican Supreme Court. As well as the lawsuit of Tuxtla, State of Chiapas, before the Superior Court of Administrative Justice.

7. The total investment in TICSА made in 2013 amounted to COP 213,000 million, additional investments of COP 78,000 million have been made and COP 27,000 million have been received from the affiliate. In 2021, the total value of the company reached COP 330,000 million without adding the resources under claim in legal proceedings in Mexico.
8. This difference allows us to show that in the total value of the investment in TICSА no public money has been lost, that the changes in the legal stability in Mexico decreased the projected profitability and that in any case the adequate business management accompanied by the defense of the resources in the legal processes is maintained.
9. In its corporate management, EPM has asked for support before the diplomatic mission of Mexico in Colombia, in which it seeks to continue exploring different legal scenarios to guarantee the legal conditions with which EPM invested in that country.