

Medellin, January 27, 2016

Messrs.
Colombian Financial Superintendency
Bogotá D.C.

Reference: Clarifications about the statement made by the Medellín City Mayor on January 26, 2016 regarding the power sector's regulatory limits.

Dear Sirs,

On occasion of the information published on mass media on January 26, 2016 regarding the regulatory limits applicable to the Colombian energy generation market, EPM wishes to clarify:

1. According to Article 333 of the Political Constitution, Laws 142 and 143 of 1994, and Law 1430 of 2009, the activities of the Colombian power sector (generation, transmission, distribution and trading) are currently subject to several participation limits determined by the Energy and Gas Regulatory Commission –CREG, which EPM acknowledges and abides by.
2. The country's achievements in the calculation of such limits notwithstanding, EPM is of the opinion that it is necessary to continue analyzing the opportunity and convenience of proposing the review of regulatory limits for certain activities of the power sector.
3. Such analyses are being carried out internally at EPM. Once conclusions are available, they will be submitted for the consideration of the Board of Directors of EPM, the body in charge of defining any initiative with the National Government or with Congress.

MARITZA LÓPEZ PARRA
EPM's Compliance Officer.