

Medellin, November 15, 2023

EPM Group announces consolidated financial results as of September 30, 2023

Empresas Públicas de Medellín E.S.P. and subsidiaries (hereinafter, "EPM Group") is the holding company of a multi-Latin enterprise group formed by 45 companies and six structured entities¹, that have presence in the provision of public utilities in Colombia, Chile, El Salvador, Guatemala, Mexico, and Panama. Its corporate purpose is the provision of public utilities, mainly in power generation, power transmission and power distribution, gas, water supply, cleaning, and waste management business lines.

The figures presented for this quarter are expressed in Colombian Pesos, according to the International Financial Reporting Standards (IFRS) accepted in Colombia. The consolidation process implies inclusion of 100% of the companies where EPM has control. Figures for this period are unaudited.

CONSOLIDATION SCOPE



¹ Autonomous Patrimony Social Financing of EPM, CHEC, EDEQ, ESSA, CENS and Credieegsa S.A. Under International Financing Reporting Standards (IFRS), it is considered a structured entity that forms part of the consolidation perimeter of the financial statements of the EPM Group.

1. RELEVANT FACTS OF THE QUARTER AND SUBSEQUENT TO THE CLOSING

Board of Directors

- In an extraordinary meeting held on September 27, the Board of Directors approved the capitalization of the subsidiary CaribeMar de la Costa SAS ESP (Afinia) for up to COP 350 thousand million.
- On October 4, the Board of Directors made the decision to capitalize UNE EPM Telecomunicaciones for up to COP 300 thousand million.
- On November 1st, the Board of Directors approved EPM Parent Company's budget for 2024 for an amount of COP 28.8 billion, of which COP 4.2 billion will be allocated to infrastructure projects.

Une EPM Telecomunicaciones (Tigo-UNE)

- On October 12, EPM and Millicom announced that they reached an agreement to jointly capitalize Tigo-UNE. Each party will contribute COP 300 thousand million (USD 71 million).

Hidroituango Power Plant

- On October 27, Hidroituango's units 3 and 4 became available to generate an additional 600 megawatts of clean, renewable energy.
- On Tuesday, November 14, EPM received confirmation of the inclusion of the power generation units 3 and 4 of Hidroituango in the All-Risk Material Damage and Business Interruption insurance policy, contracted with the insurer La Previsora Seguros, valid until March 24, 2024, and with an insured limit of USD 250 million.

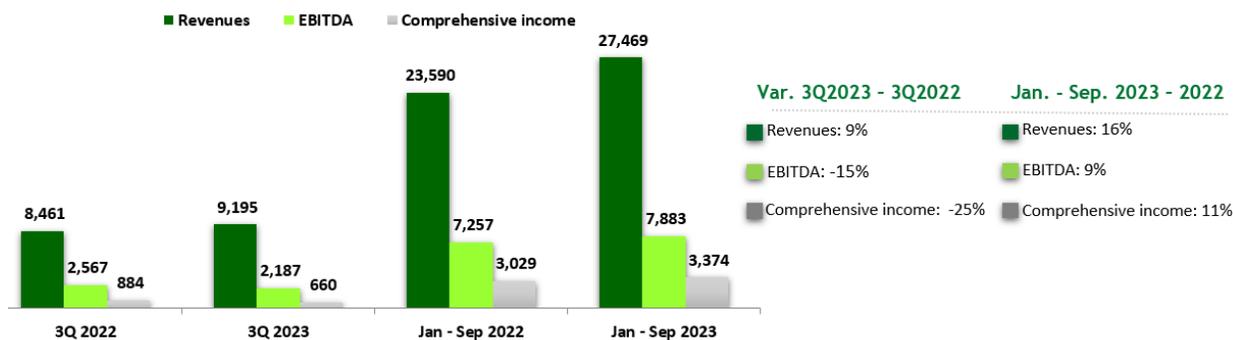
Gas Business

- On October 19, EPM unexpectedly received a communication from Canacol Energy Ltd. regarding the cancellation of the natural gas supply contract starting December 1st, 2024, for most of its market.

2. FINANCIAL RESULTS AS OF SEPTEMBER 30, 2023

EPM Group presented the following financial performance compared to the same period of the previous year:

2.1 INCOME STATEMENT



Figures in COP thousand million

As of **September 30, 2023**, consolidated **revenue** totaled COP 27.46 billion with a 16% increase, equivalent to COP 3.87 billion, with respect to same period of last year, where:

- in the **EPM** Parent Company the increase was COP 1.6 billion, focused on **Generation** business by COP 558 thousand million given the greater generation driven by a higher price per kWh, in long-term contracts for greater GWh sold, and higher revenues from AGC; and in the **Distribution** business by COP 537 thousand million due to the higher Unit Cost –UC- by 30 COP/kWh and a greater energy amount sold in 131 GWh.
- In **EEGSA (Guatemala)** the increase was COP 362 thousand million, explained by greater number of clients in 45,802, and units sold in 116 GWh.
- In **Adasa (Chile)**, the growth was COP 289 thousand million, mainly due to income from the construction and operation of infrastructure for third parties, an increase in users, consumption, and discharges in the regulated market.
- In **ESSA** the increase was COP 271 thousand million, explained by a higher tariff in 113 COP/kWh and units sold in 51 GWh.
- in **ENSA (Panama)** the increase was COP 247 thousand million, due to greater commercial and government demand in 157 GWh, and a higher price of 8 USD/MWh.

Consolidated **costs and expenses** totaled COP 21 billion, with an 19% increase, COP 3.39 billion, mostly explained by a higher cost of the commercial operation by COP 2.1 billion given the greater purchase of energy at a higher price, and higher costs and expenses for

personnel services of COP 336 thousand million, given the new salary increases tied to the CPI and greater personnel.

Operating Margin as of September 30, 2023, was 23%, compared to 25% obtained 2022.

EBITDA totaled COP 7.8 billion, increasing 9%, COP 627 thousand million, compared to previous year.

EBITDA Margin was 29%, compared to 31% obtained the previous year.

The comprehensive income for the period was COP 3.37 billion, increasing of COP 345 thousand million in relation to previous year, and **Net margin** of 12%, compared to 13% obtained in 2022, where some aspects to point out are:

Increase in:

- Revenues for COP 3.87 billion.
- Costs and expenses for COP 3.39 billion.
- Financial expenses for COP 482 thousand million.
- Income tax provision for COP 30 thousand million.

Decrease in:

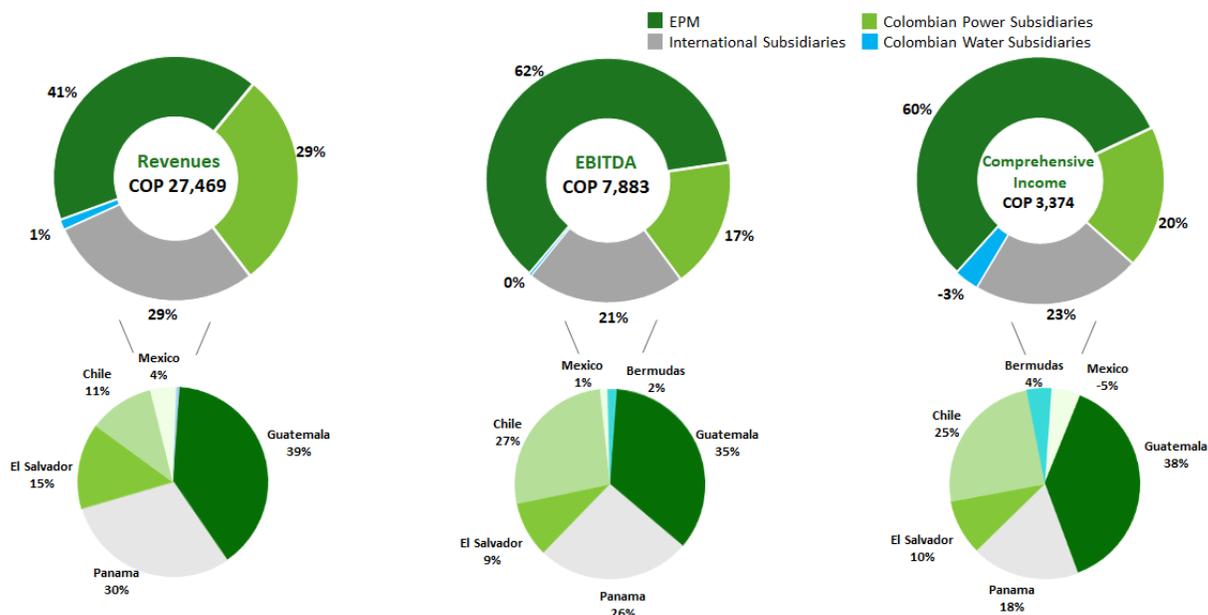
- FX expenses for COP 340 thousand million, where the income for the period 2023 was COP 131 thousand million.

Concept	2022	2023	% Var.	2023 USD*
Net Revenues	23,589,589	27,468,760	16	6,776
Costs and administrative expenses	17,673,411	21,068,530	19	5,197
Exchange differences	(208,842)	130,940	(163)	32
Financial results, net	(1,332,766)	(1,815,110)	36	(448)
Investment results, net	(57,993)	(83,033)	43	(20)
Profit before taxes	4,316,577	4,633,028	7	1,143
Income tax provision	1,232,176	1,262,314	2	311
Discontinued operations	-	-	-	-
Regulatory accounts, net	(55,340)	3,691	N.A.	1
Comprehensive Income for the period	3,029,060	3,374,405	11	832
Other Comprehensive Income	(1,106,884)	(1,097,043)	(1)	(271)
Total Comprehensive Income for the year	1,922,177	2,277,362	18	562
Minority Interest	208,576	240,671	15	59
Total Comprehensive Income for the year attributable to owners of the company	1,713,600	2,036,691	19	502

Figures in COP million

*Figures in COP were converted to USD at an exchange rate of COP/USD 4,053.76 (September 30,2023).

2.2 FINANCIAL RESULTS BY COLOMBIAN AND INTERNATIONAL SUBSIDIARIES



Figures in COP thousand million

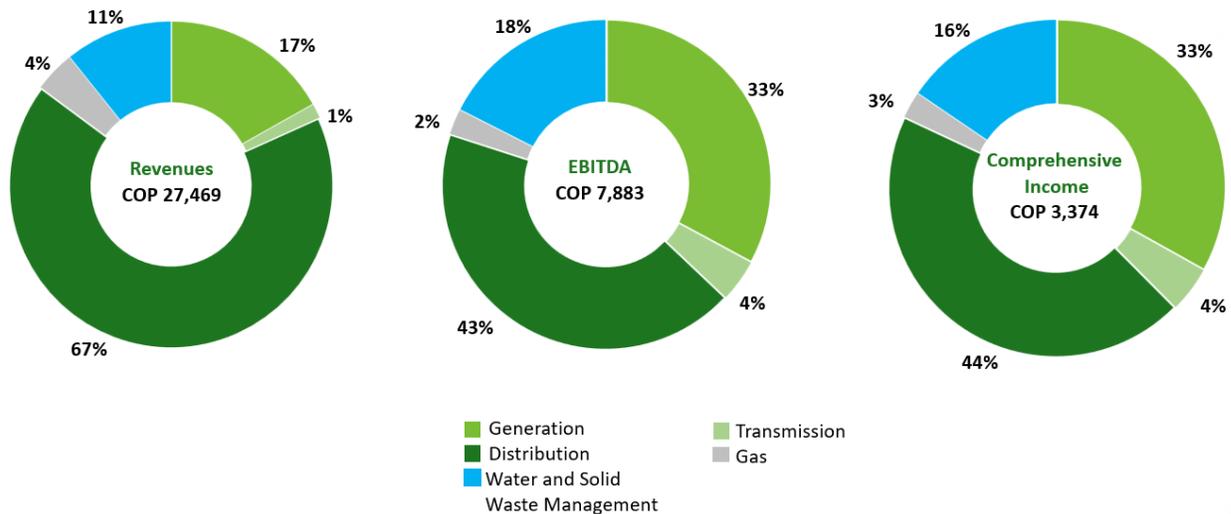
The percentages do not include the Other Segment and Eliminations.

Of the **Group's total revenue**, it is important to underscore the fact that Colombia accounted for 71% and foreign subsidiaries for 29%. In Colombia, **EPM Parent Company** accounted for 41%, **the Colombian power subsidiaries** accounted for 29%, and the remaining 1% comes from the **Water and Solid Waste Management subsidiaries in Colombia**.

As to **EBITDA**, the Group's Colombian companies accounted for 81%, where **EPM Parent Company** accounted for 60%, equivalent to COP 3.4 billion, and a 15% growth, COP 699 thousand million, compared to previous year. The **Colombian power subsidiaries** accounted for 17%, equivalent to COP 1.2 billion, and a 20% decrease, COP 324 thousand million, mainly driven by Afinia for COP 264 thousand million, given the higher commercial cost operation and impairment linked with tariff option.

The Group's EBITDA the **International subsidiaries** accounted for 21%, equivalent to COP 1.6 billion, and a 22% growth, COP 298 thousand million, compared to previous year, standing out Adasa for COP 119 thousand million, 37% growth, EEGSA for COP 69 thousand million, 21% growth, and DELSUR for COP 61 thousand million, 65% growth.

2.3 FINANCIAL RESULTS BY SEGMENTS



Figures in COP thousand million
The percentages do not include the Other Segment and Eliminations.

Regarding the results by segment, **Energy services** accounted for **85%** of the Group's revenue, and **80%** of EBITDA.

In revenue, the **Power Distribution and Power Generation** segments stood out with **67%** and **17%** participation, respectively, where the following stood out:

- In **Distribution business**, there was a growth for COP 2.1 billion, 16%, where the contributions stood out of: EPM for COP 537 thousand million, 13% growth, EEGSA for COP 362 thousand million, 17% growth, and Ensa for COP 247 thousand million, 12% growth.
- In **Generation business** there was a growth for COP 614 thousand million, 15% growth, where the greater contributions were: EPM for COP 558 thousand million, 15% growth, and CHEC for COP 55 thousand million, 14% growth.

Fuel Gas services contributed 4% of the Group's revenue, and 2% of EBITDA.

Water and Solid Waste Management services represented 11% of the Group's revenue, and 18% of EBITDA.

2.4 STATEMENT OF FINANCIAL POSITION

Financial Position	2023	2022	% Var. 2023 USD*	
Assets				
Current	14,031,999	14,950,654	(6)	3,461
No Current	60,634,175	60,627,701	0	14,958
Total assets	74,666,174	75,578,355	(1)	18,419
Liabilities				-
Current	12,523,625	12,063,157	4	3,089
No Current	30,854,283	32,528,329	(5)	7,611
Total Liabilities	43,377,908	44,591,486	(3)	10,701
Equity	31,288,266	30,986,869	1	7,718

Figures in COP million

Figures in COP were converted to USD at an exchange rate of COP/USD 4,053.76 (September 30, 2023).

Regarding the Balance Sheet:

The **Equity** totaled **COP 31.28 billion**, 1% increase, COP 301 thousand million, due to the combine effect of higher total comprehensive income and a decrease for the record of surpluses to the Municipality of Medellín for COP 1.6 billion.

Liabilities totaled to **COP 43.37 billion**, and a 3% decrease, equivalent to COP 1.2 billion, respect to the previous year, mainly explained by a decrease in financial obligations of \$2.2 billion, given the impact of a lower adjustment for exchange rate and the effect of currency converter.

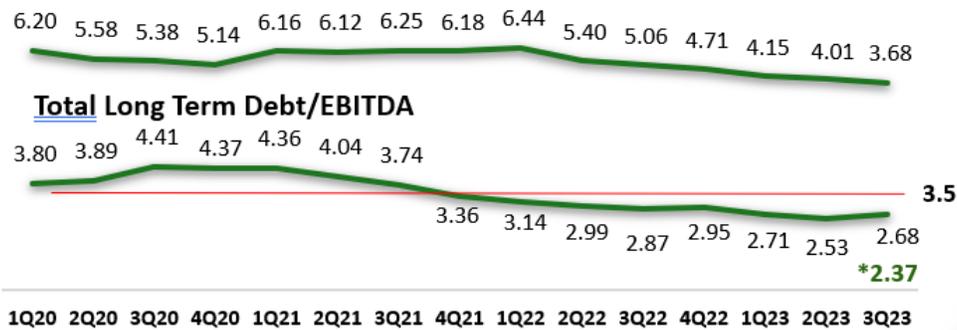
The **Group's total assets** rose to **COP 74.66 billion**, and a 1% decrease.

Cash position as of September 30, 2023, was **COP 3 billion**.

Regarding ratios:

Ratios	2022	2023
Total Debt	59 %	58 %
Financial Debt	42 %	39 %
EBITDA/financial expenses	5.06 X	3.68 X
Long-Term Debt/EBITDA	2.87 X	2.68 X
Net Debt/EBITDA	2.38 X	2.37 X

EBITDA/ Financial expenses

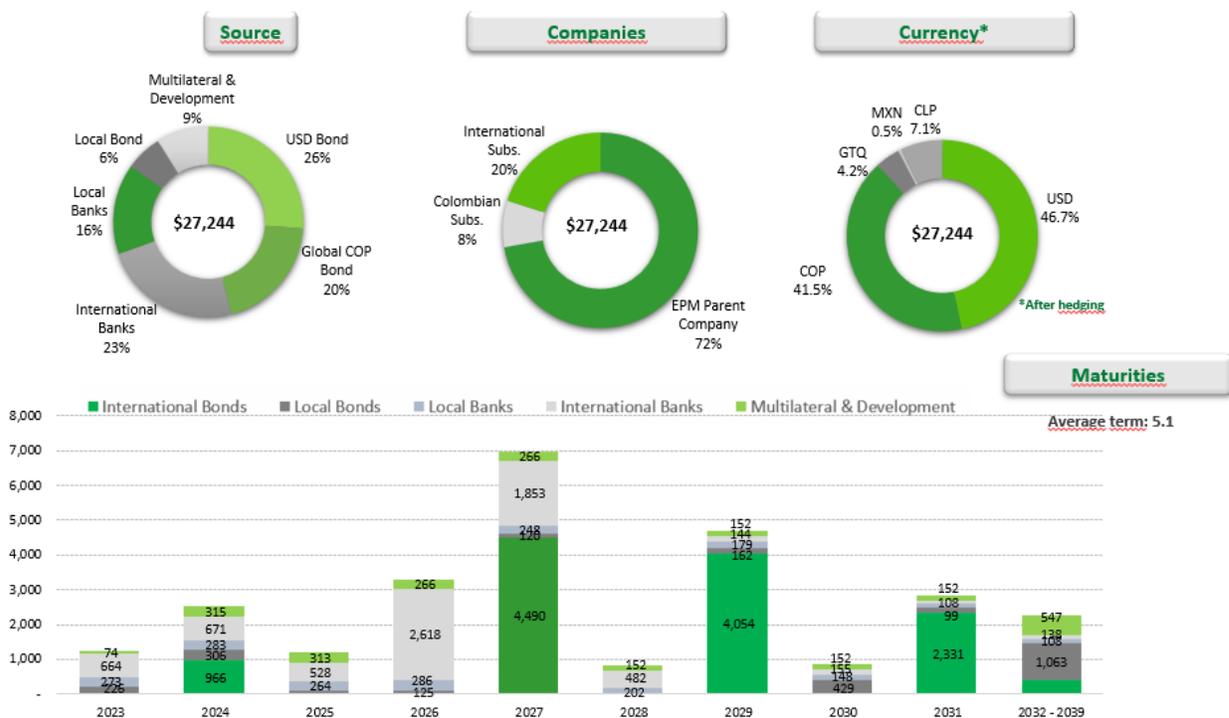


The Group's Total Debt/Total Assets was 58%, compared to 59% obtained the previous year.

With regard to **debt** ratios:

- The EBITDA/Financial expenses reached 3.68x.
- The Total Debt/EBITDA was 2.68x, 0.82x under the goal of 3.50x.
- Net Debt/EBITDA: 2.37x.

2.5 DEBT PROFILE



Figures in COP thousand million

The debt of EPM Group totaled COP 27.2 billion. As to financing source, 22% of debt corresponds to domestic debt, 20% to Pesos-denominated foreign debt, and 58% to foreign debt hired in other currencies.

Of EPM Group's total debt 72% belongs to EPM parent company.

At the quarter's close, accumulated foreign-exchange financial hedges totaled USD 1,995 million.

As to maturities, EPM parent company holds four international bond issues maturing 2024, 2027, 2029 and 2031. These values are continuously analyzed taking into account the roll-over alternative in order to adjust to needs and comply with the strategic objectives of EPM Group.

EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P. AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of September 30, 2023 and December 31, 2022

Figures expressed in millions of Colombian pesos

	Notes	September 30, 2023	December 31, 2022
Assets			
Non-Current Assets			
Property, plant and equipment, net	7	45,498,384	44,181,617
Investment property		187,428	190,574
Goodwill		3,106,608	3,693,266
Other intangible assets		2,941,209	3,405,647
Right-of-use assets		816,518	826,955
Investments in associates	9	892,685	1,153,598
Investments in joint ventures		17,493	17,166
Deferred tax asset		1,400,000	1,217,353
Trade and other receivables	10	3,140,685	2,441,171
Other financial assets	11	2,186,073	3,023,468
Other assets		273,643	331,706
Cash and cash equivalents (restricted)	12	128,036	89,065
Total non-current assets		60,588,762	60,571,586
Current assets			
Inventories		733,342	714,643
Trade and other receivables	10	7,585,268	7,504,762
Current tax assets		874,811	697,964
Other financial assets	11	589,092	1,047,473
Other assets		1,360,062	947,132
Cash and cash equivalents	12	2,889,423	4,038,679
Total current assets		14,031,998	14,950,653
Total assets		74,620,760	75,522,239
Debit balances of deferred regulatory accounts		45,414	56,115
Total assets and debit balances of deferred regulatory accounts		74,666,174	75,578,354
Equity			
Issued capital		67	67
Treasury shares		(52)	(52)
Reserves		2,310,768	2,518,114
Accumulated other comprehensive income		2,664,920	3,765,881
Retained earnings		21,595,416	19,212,331
Net profit for the period		3,137,668	3,845,458
Other components of equity		81,712	78,565
Equity attributable to owners of the Company		29,790,499	29,420,364
Non-controlling interests		1,497,766	1,566,502
Total equity		31,288,265	30,986,866

EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P. AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of September 30, 2023 and December 31, 2022

Figures expressed in millions of Colombian pesos

	Notes	September 30, 2023	December 31, 2022
Liabilities			
Non-current liabilities			
Loans and borrowings	13	23,387,188	25,896,191
Creditors and others accounts payable		709,771	772,860
Other financial liabilities		1,466,061	888,992
Employee benefits		771,500	699,708
Income tax payable		33,351	33,351
Deferred tax liabilities		2,589,872	2,368,390
Provisions	14	1,370,779	1,240,474
Other liabilities		512,137	611,530
Total non-current liabilities		30,840,659	32,511,496
Current liabilities			
Loans and borrowings	13	3,856,646	3,594,078
Creditors and others account payable		5,048,584	4,503,102
Other financial liabilities		632,773	686,730
Employee benefits		396,490	390,895
Income tax payable		468,166	500,396
Taxes contributions and rates payable		447,662	511,280
Provisions	14	330,896	582,926
Other liabilities		1,342,409	1,293,751
Total current liabilities		12,523,626	12,063,158
Total liabilities		43,364,285	44,574,654
Deferred tax liabilities related to balances of deferred regulatory accounts			
	30	13,624	16,834
Total liabilities and credit balances of deferred regulatory accounts		43,377,909	44,591,488
Total liabilities and equity		74,666,174	75,578,354

The accompanying notes are an integral part of the Consolidated Financial Statements

Jorge Andrés Carrillo Cardoso
General Manager
Certification Attached

Martha Lucía Durán Ortiz
Executive Vice-President of Finance
and Investments

John Jaime Rodríguez Sosa
Director of Accounting and Costs
Professional Card N° 144842-T
Certification Attached

Third Quarter 2023 Financial Report

EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P. AND SUBSIDIARIES CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the nine-month periods between January 1 and September 30, 2023 and 2022 and the three-month periods ended September 30, 2023 and 2022

Figures expressed in millions of Colombian pesos

Notes	September 2023	September 2022	For the three months ended September 30, 2023	For the three months ended September 30, 2022	
Rendering of services	15	26,994,518	23,117,313	9,058,046	8,275,813
Sale of goods	15	51,934	38,774	19,159	14,471
Leases	15	127,310	110,273	50,649	50,455
Ordinary activities revenue		<u>27,173,762</u>	<u>23,266,360</u>	<u>9,127,854</u>	<u>8,340,739</u>
Other income	16	291,364	321,357	66,285	119,175
Income from sale of assets		3,634	1,872	637	1,114
Total revenue		<u>27,468,760</u>	<u>23,589,589</u>	<u>9,194,776</u>	<u>8,461,028</u>
Costs of services rendered	17	(18,131,241)	(15,100,425)	(6,339,057)	(5,372,424)
Administrative expenses	18	(1,826,234)	(1,671,493)	(625,418)	(622,982)
net impairment loss on accounts receivable		(1,027,135)	(814,595)	(511,687)	(412,455)
Other expenses	19	(83,920)	(86,899)	(27,968)	(43,823)
Finance income	20.1	513,448	253,625	104,573	78,326
Finance expenses	20.2	(2,328,558)	(1,586,391)	(773,784)	(627,554)
Net foreign exchange difference	21	130,940	(208,842)	(118,572)	(17,126)
Share of loss of equity accounted investees		(261,169)	(135,052)	(109,277)	(89,926)
Gain on equity investments		178,137	77,059	-	28
Profit for the period before taxes		<u>4,633,028</u>	<u>4,316,576</u>	<u>793,586</u>	<u>1,353,092</u>
Income tax	22	(1,262,314)	(1,232,176)	(105,819)	(443,709)
Profit for the period after taxes		<u>3,370,714</u>	<u>3,084,400</u>	<u>687,767</u>	<u>909,383</u>
Net movement in balances of net regulatory accounts related to the result of the period		3,638	(80,828)	(39,969)	(50,840)
Net movement in deferred tax related to deferred regulatory accounts related to the results of the period		53	25,487	11,707	25,937
Profit for the period and net movement in deferred tax related to deferred regulatory accounts		<u>3,374,405</u>	<u>3,029,059</u>	<u>659,505</u>	<u>884,480</u>
Other comprehensive income					
Items that will not be reclassified to profit or loss:					
Remeasurement of defined benefit plans		7,858	(12,073)	(8,239)	(5,018)
Equity investments measured at fair value through equity		(595,164)	(576,796)	(193,499)	(390,902)
Income tax related to components that will not be reclassified		310	536	1	(1)
		<u>(586,996)</u>	<u>(588,333)</u>	<u>(201,737)</u>	<u>(395,921)</u>
Items that will be reclassified subsequently to profit or loss:					
Cash flow hedges:		190,567	(804,479)	181,341	(258,681)
Reclassified to profit or loss for the period		(1,591,202)	(172,496)	(276,667)	268,685
Reclassification Adjustment		1,781,769	(631,983)	458,008	(527,366)
Exchange differences on translation of foreign operations		(901,211)	410,727	(363,837)	385,100
Equity accounted investees - share of OCI		-	(4)	-	(4)
Hedges of net investments in foreign operations		200,363	(124,350)	91,387	(141,024)
Income tax related to the components that may be reclassified		235	(445)	11	(53)
		<u>(510,046)</u>	<u>(518,551)</u>	<u>(182,485)</u>	<u>126,362</u>
Other comprehensive income for the period, net of taxes		<u>(1,097,042)</u>	<u>(1,106,884)</u>	<u>(384,222)</u>	<u>(269,559)</u>
Total comprehensive income for the period		<u>2,277,363</u>	<u>1,922,175</u>	<u>275,283</u>	<u>614,921</u>
Result for the period attributable to:					
Owners of the company		3,137,668	2,813,047	598,836	812,258
Non-controlling interest		236,737	216,012	60,669	72,222
		<u>3,374,405</u>	<u>3,029,059</u>	<u>659,505</u>	<u>884,480</u>
Total comprehensive income attributable to:					
Owners of the company		2,036,691	1,713,599	212,456	546,951
Non-controlling interest		240,672	208,576	62,827	67,970
		<u>2,277,363</u>	<u>1,922,175</u>	<u>275,283</u>	<u>614,921</u>

The accompanying notes are an integral part of the Consolidated Financial Statements


Jorge Andrés Carrillo Cardoso
General Manager
Certification Attached


Martha Lucía Durán Ortiz
Executive Vice-President of Finance
and Investments


John Jaime Rodríguez Sosa
Director of Accounting and Costs
Professional Card N° 144842-T
Certification Attached

Third Quarter 2023 Financial Report

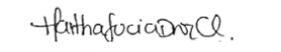
EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
For the nine months ended September 30, 2023 and 2022
Amounts stated in millions of Colombian pesos

Grupo **epm**[®]

	Notes	September 30, 2023	September 30, 2022
Cash flows from operating activities:			
Profit for the year		3,374,405	3,029,059
Adjustments to reconcile the net profit for the year to the net cash flows used in operating activities:			
Depreciation and amortization of property, plant and equipment, right-of-use assets and intangible assets	17 and 18	1,386,380	1,102,475
Impairment of property, plant and equipment, right of use assets and intangible assets		227	88,059
Impairment loss on accounts receivable	10	1,027,135	814,595
Reversal loss of impairment of property, plant and equipment value, right-of-use assets and intangible assets		-	(117)
Write-down of inventories, net		867	1,294
Gain / loss due to exchange difference	21	(130,939)	208,842
Result due to valuation of investment property	19	61	(3,232)
Result for valuation of financial instruments and hedge accounting	20.1 and 20.2	(167,565)	42,332
Result of compensation for activities associated with investment flow		(383)	-
Provisions, post-employment and long-term defined benefit plans	18	164,047	265,978
Provisions for tax, insurance and reinsurance obligations and financial updating	20.2	86,454	56,809
Government subsidies applied	16	(89,982)	(89,904)
Deferred income tax	22	12,379	(64,526)
Current income tax	22	1,249,935	1,296,702
Share of loss of equity-accounted investees	9	261,169	135,052
Interest and yield income	20.1	(243,830)	(199,960)
Interest and commission expenses	20.2	2,141,830	1,433,984
Gain / loss due to disposal of properties, plant and equipment, right-of-use assets, intangibles and investment property	16 and 19	(1,791)	(1,474)
Result from withdrawal of property, plant and equipment, right of use assets, intangible assets and investments	16 and 19	34,082	21,106
Result for measuring at fair value retained interest in equity investments		86	-
Non-cash recoveries	16	(46,268)	(92,363)
Result of deferred regulatory accounts		(3,691)	55,340
Dividend income from investments	11	(178,222)	(77,059)
		8,876,386	8,022,992
Net changes in operating assets and liabilities:			
Change in inventories		(19,484)	(173,777)
Change in trade and other receivables		(2,155,174)	(2,754,867)
Change in other assets		(199,194)	(122,002)
Change in creditors and other accounts payable		213,528	(137,406)
Change in labor obligations		50,616	67,425
Change in provisions		(235,672)	(186,265)
Change in other liabilities		(231,322)	129,336
Cash generated from operating activities		6,299,684	4,845,436
Interest paid		(2,130,623)	(1,228,825)
Income tax paid		(1,375,525)	(975,851)
Income tax refund		12,884	(1,310)
Net cash provided by operating activities		2,806,420	2,639,450
Cash flows from investing activities:			
Purchase of property, plant and equipment	7	(3,288,100)	(3,303,307)
Disposal of property, plant and equipment	7	46,818	14,846
Purchase of intangible assets		(364,932)	(169,000)
Disposal of intangible assets		-	(88)
Acquisition of investment properties		(134)	-
Disposal of investment properties		-	102
Purchase of investments in financial assets	11	(442,282)	(1,013,492)
Disposal of investments in financial assets	11	900,965	569,371
Interest received		592	186
Dividends received from associates and joint business		-	5,444
Other dividends received		89,109	38,505
Compensation received		-	2,521,064
Other cash flows from investment activities		6,190	471
Net cash flow used in investing activities		(3,051,774)	(1,335,898)
Cash from financing activities:			
Obtaining of borrowings and loans	13	3,426,924	1,371,235
Payments of borrowings and loans	13	(3,048,473)	(1,279,365)
Transaction costs due to issuance of debt instruments	13	(14,134)	(3,673)
Payments of liabilities for financial leasing		(86,563)	(54,965)
Dividends or surpluses paid to Medellín Municipality	6	(1,393,467)	(1,647,219)
Dividends or surplus paid to non-controlling interests	8	(86,658)	(106,461)
Subsidies of capital		150	240
Capital subventions		-	37,233
Payment of pension bonds		(31,642)	(48,636)
Other cash from financing activities		(1,590)	(1,534)
Net cash flows provided / (used in) by financing activities		(1,235,453)	(1,733,145)
Net increase in cash and cash equivalents		(1,480,807)	(429,593)
Effects of variations in exchange rates in the cash and cash equivalents		370,522	(222,333)
Cash and cash equivalents at beginning of the year		4,127,744	4,090,062
Cash and cash equivalents at end of the year		3,017,459	3,438,136
Restricted cash		356,957	753,013

The accompanying notes are an integral part of these Consolidated Financial Statements.


Jorge Andrés Carrillo Cardoso
General Manager


Martha Lucía Durán Ortiz
Executive Vice-President of Finance
and Investments


John Jaime Rodríguez Sosa
Director of Accounting and Costs
Professional Card N° 144842-T



EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P.
CONDENSED SEPARATE STATEMENT OF FINANCIAL POSITION

As of September 30, 2023 and December 31, 2022

Figures expressed in millions of Colombian pesos

	September 30 2023	December 31 2022
Assets		
Non-Current Assets		
Property, plant and equipment, net	33,031,559	31,439,635
Investment property	169,286	169,288
Goodwill	260,950	260,950
Other intangible assets	617,125	617,800
Right-of-use assets	2,449,970	2,320,213
Investments in subsidiaries	12,362,211	12,264,415
Investments in associates	1,370,971	1,373,449
Investments in joint ventures	99	99
Trade and other receivables	2,158,909	1,462,492
Other financial assets	2,140,468	2,990,535
Other assets	88,848	108,525
Cash and cash equivalents (restricted)	89,733	56,615
Total non-current assets	54,740,129	53,064,016
Current assets		
Inventories	193,138	195,617
Trade and other receivables	3,447,324	3,300,166
Current tax assets	505,594	340,687
Other financial assets	157,045	382,396
Other assets	297,576	158,486
Cash and cash equivalents	1,022,725	2,027,834
Total current assets	5,623,402	6,405,186
Total assets	60,363,531	59,469,202
Equity		
Issued capital	67	67
Reserves	1,070,645	1,459,906
Accumulated other comprehensive income	2,406,749	3,851,230
Retained earnings	22,576,078	20,814,391
Net profit for the period	3,348,079	3,035,956
Other components of equity	64,291	64,305
Total equity	29,465,909	29,225,855

EMPRESAS PÚBLICAS DE MEDELLÍN E. S. P.
CONDENSED SEPARATE STATEMENT OF FINANCIAL POSITION

As of September 30, 2023 and December 31, 2022
Figures expressed in millions of Colombian pesos

	September 30 2023	December 31 2022
Liabilities		
Non-current liabilities		
Loans and borrowings	17,329,793	19,120,702
Creditors and others accounts payable	9,277	9,148
Other financial liabilities	3,613,011	2,808,878
Employee benefits	348,195	285,502
Income tax payable	29,980	29,980
Deferred tax liabilities	2,310,030	1,982,785
Provisions	917,626	712,137
Other liabilities	30,472	30,686
Total non-current liabilities	24,588,384	24,979,818
Current liabilities		
Loans and borrowings	2,343,966	1,324,693
Creditors and others account payable	1,939,455	1,582,400
Other financial liabilities	494,215	536,815
Employee benefits	227,613	209,035
Income tax payable	26,047	26,047
Taxes contributions and rates payable	238,581	259,252
Provisions	150,995	439,283
Other liabilities	888,366	886,004
Total current liabilities	6,309,238	5,263,529
Total liabilities	30,897,622	30,243,347
Total liabilities and equity	60,363,531	59,469,202

The accompanying notes are an integral part of the Consolidated Financial Statements

Jorge Andrés Carrillo Cardoso
General Manager

Martha Lucía Durán Ortiz
Executive Vice-President of Finance and
Investments

John Jaime Rodríguez Sosa
Director of Accounting and Costs
Professional Card No. 144842-T

Third Quarter 2023 Financial Report

EMPRESAS PÚBLICAS DE MEDELLÍN E. S. P.

CONDENSED SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the nine months ended September 30, 2023 and 2022

Figures expressed in millions of Colombian pesos

	September 30 2023	September 30 2022	For the nine months ended September 30, 2023	For the nine months ended September 30, 2022
Rendering of services	11,328,700	9,608,629	3,899,932	3,476,978
Leases	69,286	60,949	31,734	32,903
Sale of goods	9,819	6,127	3,385	2,232
Ordinary activities revenue	11,407,805	9,675,705	3,935,051	3,512,113
Income from sale of assets	824	275	29	93
Other income	85,677	137,847	21,227	52,004
Total revenue	11,494,306	9,813,827	3,956,307	3,564,209
Costs of services rendered	(6,255,515)	(5,207,990)	(2,277,275)	(1,839,905)
Administrative expenses	(943,906)	(899,962)	(346,533)	(342,310)
net impairment loss on accounts receivable	(200,887)	(150,884)	(145,883)	(128,505)
Other expenses	(37,444)	(29,301)	(14,264)	(16,938)
Finance income	374,533	166,756	69,928	75,905
Finance expenses	(1,891,140)	(1,243,660)	(657,208)	(495,481)
Net foreign exchange difference	142,563	(207,126)	(125,585)	(11,696)
Equity method in subsidiaries	1,355,605	1,227,835	473,253	404,841
Result of participation in equity investments	178,160	85,155	-	27
Profit for the period before taxes	4,216,275	3,554,650	932,740	1,210,147
Income tax	(868,196)	(646,448)	(112,837)	(207,616)
Profit for the period after taxes	3,348,079	2,908,202	819,903	1,002,531
Net result for the period	3,348,079	2,908,202	819,903	1,002,531
<i>Other comprehensive income</i>				
Items that will not be reclassified to profit or loss:				
Remeasurement of defined benefit plans	2,909	(2,853)	(6,363)	(4,829)
Equity investments measured at fair value through equity	(595,164)	(576,595)	(193,499)	(390,902)
Equity method in subsidiaries - NRRP	(349,931)	(42,097)	39,427	(54,892)
	(942,186)	(621,545)	(160,435)	(450,623)
Items that will be reclassified subsequently to profit or loss:				
Cash flow hedges:	191,364	(805,873)	181,368	(258,823)
Reclassified to profit or loss for the period	(1,590,405)	(173,890)	(276,640)	268,543
Reclassification Adjustment	1,781,769	(631,983)	458,008	(527,366)
Equity method in subsidiaries	(875,759)	492,069	(521,118)	488,239
Result recognized in the period	(875,759)	492,069	(521,118)	488,239
Hedges of net investments in foreign operations	200,363	(124,350)	91,387	(141,024)
Result recognized in the period	200,363	(124,350)	91,387	(141,024)
	(484,031)	(438,154)	(248,362)	88,392
Other comprehensive income for the period, net of taxes	(1,426,217)	(1,059,699)	(408,797)	(362,231)
Total comprehensive income for the period	1,921,861	1,848,503	411,105	640,300

The accompanying notes are an integral part of the Consolidated Financial Statements


Jorge Andrés Carrillo Cardoso
General Manager


Martha Lucía Durán Ortiz
Executive Vice-President of Finance and
Investments


John Jaime Rodríguez Sosa
Director of Accounting and Costs
Professional Card No. 144842-T

Third Quarter 2023 Financial Report

EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P.

CONDENSED SEPARATE STATEMENT OF CASH FLOWS

For the nine months ended September 30, 2023 and 2022

Figures expressed in millions of Colombian pesos

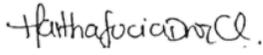
	September 30 2023	September 30 2022
Cash flows from operating activities:		
Net result for the period	3,348,079	2,908,202
Adjustments to reconcile the net profit for the period to the net cash flows used in operating activities:	1,701,851	1,444,246
Depreciation and amortization of property, plant and equipment, right-of-use assets and intangible assets	714,282	533,038
Net impairment loss on accounts receivable	200,887	150,884
Write-down of inventories, net	69	76
Result due to exchange difference	(142,563)	207,126
Result due to valuation of investment property	-	-
Result for valuation of financial instruments and hedge accounting	(149,146)	41,094
Provisions, post-employment and long-term defined benefit plans	101,721	213,817
Provisions for tax, insurance and reinsurance obligations and financial updating	77,601	48,839
Deferred income tax	327,245	6,340
Current income tax	540,951	640,108
Share of loss of equity-accounted investees	(1,355,605)	(1,227,835)
Interest and yield income	(139,752)	(122,102)
Interest and commission expenses	1,727,905	1,109,073
Result due to disposal of properties, plant and equipment, right-of-use assets, intangibles and investment property	(72)	(240)
Result from withdrawal of property, plant and equipment, right of use assets, intangible assets and investments	8,671	8,231
Non-cash recoveries	(32,136)	(79,047)
Dividend income from investments	(178,160)	(85,156)
Net changes in operating assets and liabilities:	5,049,930	4,352,448
Change in inventories	2,744	(4,695)
Change in trade and other receivables	(225,737)	(571,341)
Change in other assets	(119,408)	(104,412)
Change in creditors and other accounts payable	133,341	(234,031)
Change in labor obligations	63,627	38,041
Change in provisions	(265,429)	(244,113)
Change in other liabilities	(27,839)	117,029
Cash generated from operating activities	4,611,229	3,348,926
Interest paid	(1,729,633)	(1,058,342)
Income tax paid	(705,857)	(602,315)
Net cash provided by operating activities	2,175,739	1,688,269
Cash flows from investing activities:		
Acquisition and capitalization of subsidiaries or businesses	(352,043)	(2,757)
Purchase of property, plant and equipment	(2,018,235)	(2,329,588)
Disposal of property, plant and equipment	457	304
Purchase of intangible assets	(49,054)	(45,163)
Disposal of intangible assets	3	-
Purchase of investments in financial assets	(190,177)	(728,857)
Disposal of investments in financial assets	429,691	131,874
Other dividends received	89,103	38,497
Loans to related parties	(572,782)	(86,692)
Compensation received	-	2,521,064
Other cash flows from investment activities	2,394	(4,465)
Net cash flow used in investing activities	(2,476,143)	(277,968)

EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P.
CONDENSED SEPARATE STATEMENT OF CASH FLOWS
For the nine months ended September 30, 2023 and 2022
Figures expressed in millions of Colombian pesos

	September 30 2023	September 30 2022
Cash from financing activities:		
Obtaining of borrowings and loans	1,309,492	115,723
Payments of borrowings and loans	(555,987)	(349,248)
Transaction costs due to issuance of debt instruments	(14,961)	(3,706)
Payments of liabilities for financial leasing	(11,113)	(10,282)
Surpluses paid	(1,393,467)	(1,647,219)
Payments of capital of derivatives designated as cash flow hedges	-	37,239
Payment of pension bonds	(27,256)	(45,212)
Other cash from financing activities	(1,531)	(1,456)
Net cash flows used in financing activities	(694,776)	(1,904,161)
Net increase in cash and cash equivalents	(995,180)	(493,860)
Effects of variations in exchange rates in the cash and cash equivalents	23,189	(94,552)
Cash and cash equivalents at beginning of the period	2,084,449	1,798,087
Cash and cash equivalents at end of the year	1,112,458	1,209,675
Restricted cash	127,689	556,439

The accompanying notes are an integral part of these Consolidated Financial Statements.


Jorge Andrés Carrillo Cardoso
General Manager


Martha Lucía Durán Ortiz
Executive Vice-President of Finance and
Investments


John Jaime Rodríguez Sosa
Director of Accounting and Costs
Professional Card No. 144842-T

For more information, contact Investor Relations investorelations@epm.com.co
<http://www.epm.com.co/site/investors/Home.aspx>