



## **EPM Will Invest Resources from The Eventual Disposal of Their UNE Shares in Strategic Renewable Energy Project**

- The decision was adopted by the Company's Board of Directors
- EPM socialized the Project of Agreement 103 of 2022 with the councilors
- For this Thursday, it was called to its first debate in the First Council Commission

The Board of Directors of EPM, led by its chairperson, the Mayor of Medellín, Daniel Quintero Calle, decided unanimously that if the Council of Medellín authorizes the disposal of the Company's shares in UNE, these resources would be invested in a strategic renewable energy project.

Jorge Andrés Carrillo Cardoso, EPM's CEO, during the Board of Directors meeting this Wednesday, September 28, presented the strategic investment project in which the potential resources from the disposal of EPM's share participation in UNE shall be invested.

This investment project proposed before the Board of Directors is related to the conformation of an investment company or vehicle dedicated to the structuring, development, construction, operation, and acquisition of renewal energy projects: solar, wind, and hydrogen, and the development of energy transformation initiatives.

The potential projects that may be part of this company include their own portfolio projects, with an installed capacity of 481 MW in solar energy, and 364 MW in wind energy. The Organization has also identified 49 projects from third parties with an installed capacity of 4,175 MW.

In their objective to be a relevant actor in the green hydrogen sector by 2030 in the local market, and in the export sector. EPM is committed to this renewable energy with which it expects sustained, long-term growth, effectively contributing to the mitigation of climate change.



Through the Project of Agreement 103 of 2022, “the activation of the clause for the protection of public property is requested in favor of EPM, in order to protect the value of the public investment that EPM Telecomunicaciones has in UNE and in Inversiones Telco (Invertelco), in defense of public resources.”

The resources required for the development of this strategic project are expected to be part of EPM’s finances in 2024. At this time, the company or investment vehicle shall be incorporated if the Council approves the disposal.

### **In defense of the public**

The purpose of the public property protection clause is to establish mechanisms so that EPM as a shareholder in UNE can sell their shareholder participation.

This clause allows, if Millicom decides not to participate in the sale process - according to Law 226 - nor exercise their right to first refusal, EPM to be able to offer the market 100% of their shareholder participation, property of Millicom and EPM. The council members had confidential and reserved access to this protection clause.

It is important to remember that EPM’s main motivations to request the disposal of the shares. In addition to employing the clause for the protection of public property, it to leave a sector that has a higher level of risk than public utilities sector, to reduce the risk of future capitalizations to UNE and to redirect the resources that are invested in UNE in sectors and businesses where EPM has competitive advantages and higher profitability, such as the case of the EPM investment portfolio that has profits above 15%.