

EMGESA S.A. ESP
FINANCIAL SITUATIONS OF THE ISSUER
MARCH 5, 2019

Enel-Emgesa informs that it requested a rectification from Primera Página regarding the news article titled “Enel - Emgesa and Banco Santander agreed up to USD 1.6 billion annually for factoring”, published by them on March 1st at 6:59 am since it presented erroneous information. The news outlet issued its rectification on March 1st at 4:34 pm. As for the correctness of the story, the reported operation corresponds to a contract signed between Emgesa S.A. ESP (hereinafter Emgesa) and Banco Santander S.A. (Spain) for the non-committed purchase of receivable accounts up to COP 398.710 million. Emgesa can execute these transactions, which are paid monthly, based on their opportunity cost. Therefore, the maximum balance obtainable from these operations will be the mentioned figure, and at no time, will it reach the sum of USD 1.6 billion (COP 4.8 billion) indicated in the news.

The Board of Directors approved this operation at its regular session held on September 25, 2018, and signed on October 25, 2018, for a term of one year, and it may be renewed for equal periods if the parties deem it convenient, prior written agreement thereof.

The aforementioned operation does not cause variations equal to or greater than five percent (5%) in the total value of assets, liabilities, operating income, operating profit or profit before taxes of Emgesa. The operation did not imply the granting of any guarantee or restriction on the dividend distribution. Therefore, the procedure does not generate any legal, economic, or financial effects relevant to Emgesa.