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Medellin, November17

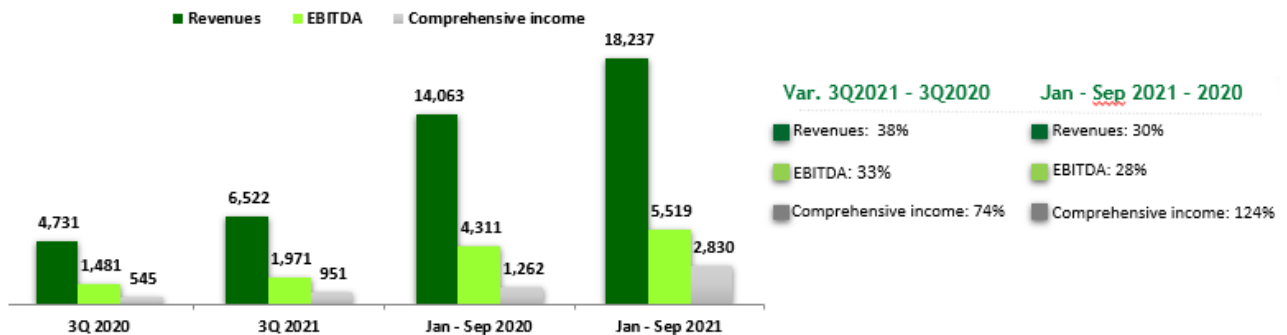
## 1. RELEVANT FACTS OF THE QUARTER AND SUBSEQUENT TO THE CLOSING

- **Ituango**  
EPM and the main civil works contracting firms hold negotiations to extend the contract.  
  
On August 31, EPM received a third payment of USD100 million from Mapfre for the coverage of all construction risks and assembly due to the contingency of the Ituango hydroelectric project. With this new advance payment, resources received to date amount to USD350 million.
- **Gas business**  
On August 26, EPM and Canacol Energy signed a contract to guarantee the supply of natural gas in Antioquia. As of December 1, 2024, Canacol Energy will deliver gas to EPM in Medellín, with an initial volume of approximately 21 million cubic feet per day, a volume that will increase during the duration of the contract following the behavior of demand.
- **International Subsidiaries**  
In September, TICSA, a subsidiary of EPM Group, regained control of five water treatment plants, that had been seized by authorities in Mexico. Three of them in the state of Tamaulipas: Tierra Negra, the Reverse Osmosis Treatment Plant that provides its services to PEMEX, and Morelos, and the other two plants in the state of Chiapas: Paso Limón y Tuchtlán.
- **Renewable energy**  
In the unconventional renewable energy auction, held on October 26, the National Government awarded EPM 83 MW of solar energy from the Tepe Project, located in the Department of Caldas.
- **IR Recognition**  
Recognition granted by the Colombian Stock Exchange (BVC) to EPM for best investor relations practices since its launch in 2013 and renewed on October 5.

## 2. FINANCIAL RESULTS AS OF SEPTEMBER 30, 2021

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, 2021, consolidated revenue totaled COP 18.2 billion with an 30% increase (COP 4.2 billion) with respect to same period of last year, which is mostly explained:

- i) in Afinia (+ COP 2.6 billion) due to its incorporation to EPM since October, 2020,
- ii) in the EPM Parent Company (+ COP 1.09 billion) mainly in the Distribution, Generation and Gas business,
- iii) In Delsur (El Salvador) (+ COP 112 thousand million) for higher consumptions,
- iv) in Aguas Nacionales (+ COP 109 thousand million) due to a retroactive adjustment in the interconnection contract.
- v) and in Adasa (+ COP 109 thousand million), for higher sales to the miners.

Consolidated costs and expenses totaled COP 13.8 billion, with an 27% increase (+ COP 2.9 billion), mostly explained in Afinia (+ COP 2.7 billion) due to its recent incorporation in 2020. Operating Margin as of September 30, 2021 was 24%, compared to 23% obtained the previous year.

EBITDA totaled COP 5.5 billion, increasing by COP 1.2 billion, 28% in relation to previous year.

EBITDA Margin was 30%, compared to 31% obtained the previous year.

The comprehensive income for the period was COP 2.8 billion, showing an increase of COP 1.6 billion in relation to previous year, and Net margin of 16%, compared to -8% obtained in 2020, where some aspects to point out are:

Increase in:

- Revenues for COP 4.17 billion.
- Costs and expenses for COP 2.93 billion.
- FX revenues for COP 724 thousand million.
- Income tax provision for COP 340 thousand million.

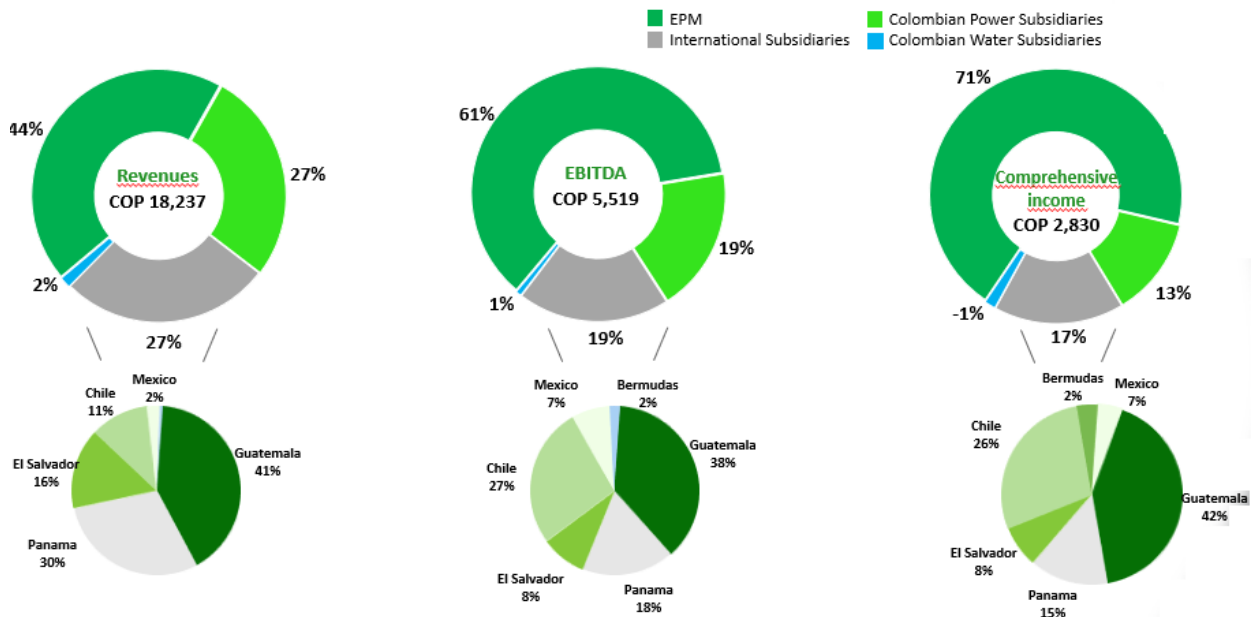
Decrease in financial expenses for COP 168 thousand million.

Concept	2020	2021	% Var.	2021 USD
Net Revenues	14,062,624	18,237,460	30	4,756
Costs and administrative expenses	10,856,489	13,792,896	27	3,597
Exchange differences	(747,637)	(24,010)	(97)	(6)
Financial results, net	(758,538)	(926,354)	22	(242)
Investment results, net	(8,242)	41,515	(604)	11
<b>Profit before taxes</b>	<b>1,691,718</b>	<b>3,535,715</b>	<b>109</b>	<b>922</b>
Income tax provision	438,687	778,826	78	203
Discontinued operations	-	-	100	-
Regulatory accounts, net	8,983	72,791	N.A.	19
<b>Comprehensive Income for the period</b>	<b>1,262,014</b>	<b>2,829,680</b>	<b>124</b>	<b>738</b>
Other Comprehensive Income	903,293	(488,621)	(154)	(127)
<b>Total Comprehensive Income for the year</b>	<b>2,165,308</b>	<b>2,341,059</b>	<b>8</b>	<b>610</b>
Minority Interest	138,330	171,422	24	45
<b>Total Comprehensive Income for the year attributable to owners of the company</b>	<b>2,026,978</b>	<b>2,169,637</b>	<b>7</b>	<b>566</b>

Figures in COP million

\* Figures in COP were converted to USD at an exchange rate of COP 3,850 (September 30, 2021).

## 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 accounts for 73% and foreign subsidiaries for 27%.

EPM Parent Company accounted for 44% with a COP 1.09 billion (+ 15%) increase, explained by the segments of:

- i) the Power Distribution by COP 568 thousand million, due to higher energy sales.
- ii) the Generation by COP 135 thousand million, due to higher sales to the regulated market and in the energy stock market.
- iii) the Gas Business by COP 129 thousand million, mainly due to greater commercialization sales to the thermals.

On the other hand, the Colombian power subsidiaries accounted for 27%, with a COP 2.9 billion (+120%) increase, mainly because of the incorporation of Afinia (+ COP 2.6 billion) to the Group EPM.

International subsidiaries in turn, accounted for 27% of revenue with net decrease of COP 239 thousand million (+5%) compared to 2020. The following subsidiaries growths stand out: DELSUR in El Salvador with COP 112 thousand million, due to higher industrial consumption, associated with an economic reactivation because of the situation of the pandemic the previous year,

Adasa in Chile for COP 109 thousand million, due to high consumption in the unregulated market and greater customers in the regulated market, and COMEGSA in Guatemala with COP 54 thousand million and FEGSA with COP 39 thousand million, due to higher tariffs.

The remaining 2% comes from the Water and Solid Waste Management subsidiaries in Colombia with 30% increase, where Aguas Nacionales stands out with a COP 109 thousand million increase due to a retroactive adjustment in the interconnection contract.

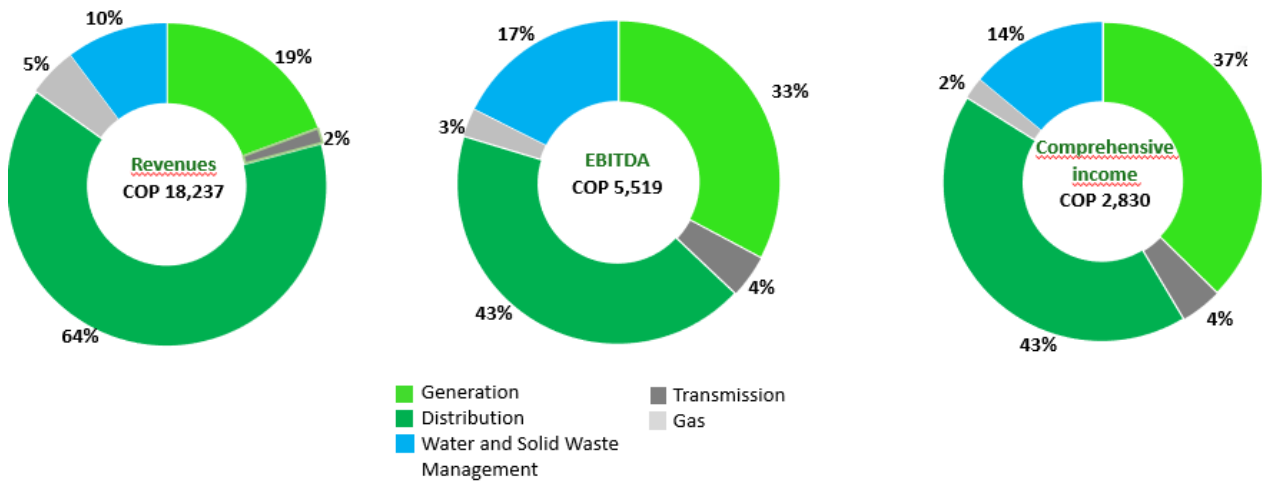
As to EBITDA, the Group's Colombian companies accounted for 81% and foreign companies for 19%.

EPM Parent Company accounted for 61% of EBITDA with an increase of COP 939 thousand million, +36% compared to previous year.

Colombian Power subsidiaries accounted for 19%, standing out ESSA with COP 83 thousand million (+31%).

International subsidiaries accounted for 19% of the Group's EBITDA, increasing COP 162 thousand million (+17%) compared to previous year.

### 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 64% and 19% participation, respectively.

Fuel Gas services contributed 5% of the Group's revenue, and 3% of EBITDA.

Water and Solid Waste Management services represented 10% of the Group's revenue, and 17% of EBITDA.

## 2.4 STATEMENT OF FINANCIAL POSITION

Financial Position	2021	2020	% Var.	2020 USD*
<b>Assets</b>				
Current	12,436,086	12,257,539	1	3,243
No Current	54,099,451	51,521,248	5	14,108
<b>Total assets</b>	<b>66,535,537</b>	<b>63,778,787</b>	<b>4</b>	<b>17,351</b>
<b>Liabilities</b>				
Current	9,124,487	9,443,948	(3)	2,379
No Current	29,328,388	27,207,646	8	7,648
<b>Total Liabilities</b>	<b>38,452,875</b>	<b>36,651,594</b>	<b>5</b>	<b>10,028</b>
<b>Equity</b>	<b>28,082,662</b>	<b>27,127,194</b>	<b>4</b>	<b>7,323</b>

Figures in COP million

Figures in COP were converted to USD at an exchange rate of COP/USD 3,834.68 (September 30, 2021).

Regarding the Balance Sheet:

Equity totaled COP 2.08 billion, increasing 4%, due to the combine effect of higher total comprehensive income and the record of surpluses to the Municipality of Medellín for COP 1.39 billion, COP 762 thousand million ordinary and COP 634 thousand million extraordinary. During the period were paid COP.26 billion.

Liabilities totaled to COP 38.4 billion, increasing COP 8 billion, 5% with respect to the previous year, mainly explained by the increase of transfers to the Municipality of Medellín to be paid during the year and higher financial debt.

The Group's total assets rose to COP 6.5 billion, increasing 4% compared to the previous year.

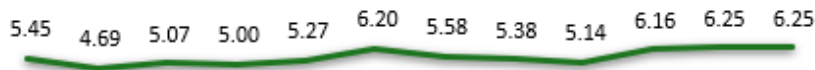
Cash position as of September 30, 2021 was COP 4 billion



Regarding ratios:

Ratios	2020	2021
Total debt	60 %	58 %
Financial debt	45 %	41 %
EBITDA/financial expenses	5.38 X	6.25 X
Total Long Term Debt/EBITDA	4.40 X	3.74 X
Net Debt/EBITDA	3.40 X	3.10 X

**EBITDA/ Financial expenses**



**Total Long Term Debt/EBITDA**



4Q18 1Q19 2Q19 3Q19 4Q19 1Q20 2Q20 3Q20 4Q20 1Q21 2Q21 3Q21

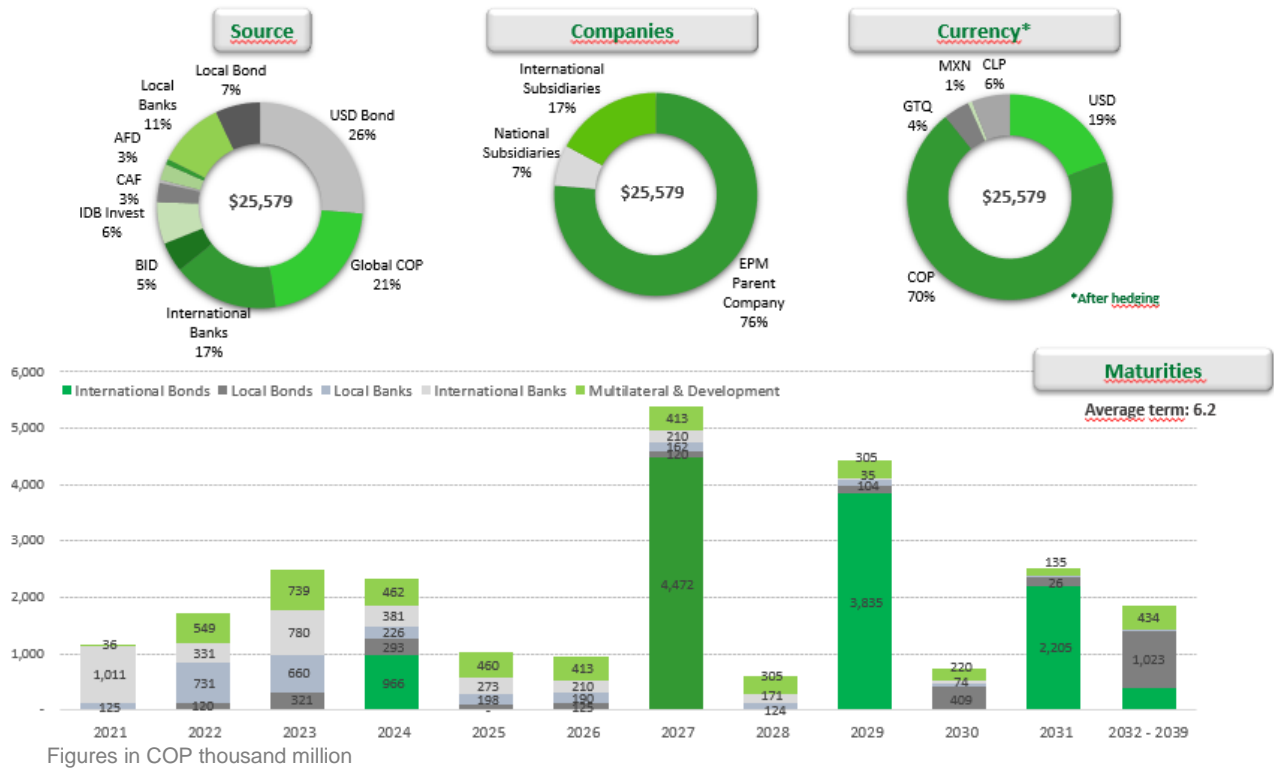
(\*) Net Debt/EBITDA

The Group's Total Debt/Total Assets was 58%, compared to 60% obtained the previous year.

With regard to debt ratios:

- The EBITDA/Financial expenses reached 6.25x.
- The Total Debt/EBITDA was 3.74x, 0.24x above the goal of 3.50x.
- Net Debt/EBITDA: 3.10x.**

## 2.5 DEBT PROFILE



The debt of EPM Group totaled COP 25.6 billion. As to financing source, 18% of debt corresponds to domestic debt, 21% to peso-denominated foreign debt, and 61% to foreign debt hired in other currencies.

Of EPM Group's total debt 76% belongs to EPM parent company.

As to Natural hedging, from intercompany loans granted to international subsidiaries with revenue linked to the US Dollar, EPM has a balance of USD 297 million.

At the quarter's close, accumulated foreign-exchange financial hedges totaled USD 1,854 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, 2021 and December 31, 2020

In millions of Colombian pesos

	Notes	September 30, 2021	December 31, 2020
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment, net	7	39,952,798	37,651,696
Investment property		166,813	165,119
Goodwill		3,195,844	3,123,221
Other intangible assets		2,692,562	2,684,858
Right-of-use assets		650,376	571,222
Investments in associates	10	1,554,393	1,643,033
Investments in a joint ventures		27,345	32,467
Deferred tax assets		954,083	726,806
Trade and other receivables	11	1,536,271	1,276,757
Other financial assets	12	3,003,558	3,441,279
Other assets		207,582	93,104
Cash and cash equivalents (restricted)	13	62,928	110,920
<b>Total non-current assets</b>		<b>54,004,553</b>	<b>51,520,482</b>
<b>Current assets</b>			
Inventories		515,568	477,338
Trade and other receivables	11	5,188,190	4,179,728
Assets for current tax assets		441,028	416,267
Other financial assets	12	1,439,065	2,411,864
Other assets		1,138,188	785,297
Cash and cash equivalents	13	3,714,046	3,987,044
<b>Total current assets</b>		<b>12,436,085</b>	<b>12,257,538</b>
<b>Total assets</b>		<b>66,440,638</b>	<b>63,778,020</b>
<b>Debit balances of deferred regulatory accounts</b>		94,898	767
<b>Total assets and debit balances of deferred regulatory accounts</b>		<b>66,535,536</b>	<b>63,778,787</b>
<b>Equity</b>			
Issued capital		67	67
Treasury shares		(52)	(52)
Reserves		2,374,035	2,298,987
Accumulated other comprehensive income		3,594,848	4,079,876
Retained earnings		18,166,480	16,057,923
Net profit for the period		2,654,659	3,584,538
Other components of equity		71,517	71,537
<b>Equity attributable to Owners of the Company</b>		<b>26,861,554</b>	<b>26,092,876</b>
Non-controlling interests		1,221,109	1,034,317
<b>Total equity</b>		<b>28,082,663</b>	<b>27,127,193</b>

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

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As of September 30, 2021 and December 31, 2020

In millions of Colombian pesos

	Notes	September 30, 2021	December 31, 2020
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	14	22,097,847	20,687,484
Creditors and others accounts payable		652,965	619,099
Other financial liabilities		1,123,840	1,320,326
Employee benefits		1,104,143	1,021,447
Income tax payable		33,701	33,701
Deferred tax liabilities		2,359,491	1,978,080
Provisions	15	1,175,318	592,862
Other liabilities		752,613	954,417
<b>Total non-current liabilities</b>		<b>29,299,918</b>	<b>27,207,416</b>
<b>Current liabilities</b>			
Loans and borrowings	14	3,481,417	3,900,318
Creditors and others account payable		3,395,619	3,086,015
Other financial liabilities		528,312	577,488
Employee benefits		326,433	284,489
Income tax payable		161,220	197,380
Taxes contributions and rates payable		287,361	376,960
Provisions	15	500,570	690,892
Other liabilities		443,554	330,406
<b>Total current liabilities</b>		<b>9,124,486</b>	<b>9,443,948</b>
<b>Total liabilities</b>		<b>38,424,404</b>	<b>36,651,364</b>
<b>Deferred tax liabilities related to balances of deferred regulatory accounts</b>		28,469	230
<b>Total liabilities and credit balances of deferred regulatory accounts</b>		<b>38,452,873</b>	<b>36,651,594</b>
<b>Total liabilities and equity</b>		<b>66,535,536</b>	<b>63,778,787</b>

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

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

epm<sup>®</sup> Group

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OCI**

For the nine months ended September 30, 2021 and 2020

In millions of Colombian pesos

		September 30, 2021	September 30, 2020	For the three months September 30, 2021	For the three months September 30, 2020
<b>Continuing operations</b>					
Sale of goods	16	40,440	19,041	14,962	5,195
Rendering of services	16	17,908,320	13,700,899	6,403,265	4,594,220
Leases	16	78,525	69,612	26,391	22,171
<b>Total revenue</b>		<b>18,027,285</b>	<b>13,789,552</b>	<b>6,444,618</b>	<b>4,621,586</b>
Other income	17	209,462	272,757	76,908	109,571
Income from sale of assets	18	713	317	220	23
<b>Total income</b>		<b>18,237,460</b>	<b>14,062,626</b>	<b>6,521,746</b>	<b>4,731,180</b>
Costs of goods sold and services rendered	19	(12,037,060)	(9,352,064)	(4,307,571)	(3,045,391)
Administrative expenses	20	(1,328,703)	(1,307,525)	(428,929)	(523,503)
Impairment loss on accounts receivable	11	(366,339)	(157,625)	(139,118)	(91,872)
Other expenses	21	(60,794)	(41,281)	(14,550)	(16,697)
Financial income	22.1	119,217	152,491	36,949	26,393
Financial expenses	22.2	(1,045,570)	(911,029)	(358,480)	(348,606)
Net foreign exchange difference	23	(24,010)	(747,637)	78,697	(24,727)
Share of loss of equity accounted investees	10	(84,948)	(81,083)	(26,762)	4,231
Gain on equity investments		126,463	72,841	73	13
<b>Profit of the period before taxes from continuing activities</b>		<b>3,535,716</b>	<b>1,689,714</b>	<b>1,362,055</b>	<b>711,021</b>
Income tax expense	24	(778,826)	(438,687)	(442,464)	(184,443)
<b>Profit for the period after taxes of continuing operations</b>		<b>2,756,890</b>	<b>1,251,027</b>	<b>919,591</b>	<b>526,578</b>
Net movement in balances of net regulatory accounts related to the result of the period		90,457	12,456	31,375	23,953
Net movement in deferred tax related to deferred regulatory accounts related to the results of the period		(17,666)	(3,472)	189	(7,212)
<b>Profit for the period and net movement in deferred tax related to deferred regulatory accounts</b>		<b>2,829,681</b>	<b>1,260,011</b>	<b>951,155</b>	<b>543,319</b>
<b>Other comprehensive income (loss)</b>					
<b>Items that will not be reclassified to profit or loss:</b>					
Reclassification of properties, plant and equipment to investment properties	187	-	-	(54)	-
Remeasurement of defined benefit plans		(10,468)	4,423	(558)	5,081
Equity investments measured at fair value through equity		(293,182)	76,196	53,655	154,427
Income tax related to components that will not be reclassified		2,856	(99)	3,424	(224)
		<b>(300,607)</b>	<b>80,520</b>	<b>56,467</b>	<b>159,284</b>
<b>Items that may be reclassified subsequently to profit or loss:</b>					
<b>Cash flow hedges:</b>		(383,993)	307,499	(24,756)	304,275
Reclassified to profit or loss for the period		285,394	516,133	128,773	461,821
Effective portion of changes in fair value		(669,387)	(208,634)	(153,529)	(157,546)
Exchange differences on translation of foreign operations		220,686	514,328	(111,236)	172,379
Equity accounted investees – share of OCI	10	(7)	(14)	(2)	(2)
Hedges of net investments in foreign operations		(23,800)	-	(23,800)	-
Income tax related to the components that may be reclassified		(901)	960	(133)	(129)
		<b>(188,015)</b>	<b>822,773</b>	<b>(159,927)</b>	<b>476,523</b>
<b>Other comprehensive income, net of taxes</b>		<b>(488,622)</b>	<b>903,293</b>	<b>(103,460)</b>	<b>635,807</b>
<b>Total comprehensive income for the period</b>		<b>2,341,059</b>	<b>2,163,304</b>	<b>847,695</b>	<b>1,179,126</b>
<b>Profit for the period attributable to:</b>					
Owners of the company		2,654,659	1,121,562	894,189	500,853
Non-controlling interest		175,022	138,449	56,966	42,466
		<b>2,829,681</b>	<b>1,260,011</b>	<b>951,155</b>	<b>543,319</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the company		2,169,637	2,024,974	790,304	1,138,899
Non-controlling interest		171,422	138,330	57,391	40,227
		<b>2,341,059</b>	<b>2,163,304</b>	<b>847,695</b>	<b>1,179,126</b>

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

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

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the nine months ended September 30, 2021 and 2020

In millions of Colombian pesos

epm<sup>®</sup> Group

	Notes	September 30, 2021	September 30, 2020
<b>Cash flows from operating activities:</b>			
<b>Profit for the period</b>		<b>2,829,681</b>	<b>1,260,011</b>
<b>Adjustments for:</b>			
Depreciation and amortization of property, plant and equipment, right of use assets and intangible assets	19 and 20	995,495	937,069
Impairment loss on accounts receivable	11	366,339	157,625
Reversal loss of impairment of property, plant and equipment value, right-of-use assets and intangible assets	17	(66)	-
Write down inventories, net	19 and 21	1,103	154
Change in exchange difference	23	24,010	747,637
Result for valuation of investment properties		(80)	(1,114)
Change in valuation of financial instruments and hedge accounting	22.1 and 22.2	125,309	18,270
Result of compensation for activities associated with investment flows	17	(1)	(192)
Provisions, post-employment and long-term defined benefit plans	20	156,816	302,698
Provisions for tax, insurance and reinsurance obligations and financial updating	20 and 22.2	22,293	18,713
Government subsidies applied	17	(89,688)	(896)
Deferred income tax	24	157,575	(195,263)
Current income tax	24	621,251	633,950
Share of loss of equity accounted investees	10	84,948	81,083
Interest income and yields	22.1	(97,301)	(78,609)
Interest and commissions expenses	22.2	882,601	800,845
Gain due to disposal of property, plant and equipment, right of use assets, intangible assets and investments properties	18	(574)	86
Result from withdrawal of property, plant and equipment, right of use assets, intangible assets and investments properties	18 and 21	16,927	7,523
Non effective recoveries	17	(60,468)	(102,168)
Result of deferred regulatory accounts		(72,791)	(8,983)
Result for business combination	9	7,626	-
Dividends from investments	12.1	(134,089)	(72,840)
		<b>5,836,916</b>	<b>4,505,539</b>
<b>Change in:</b>			
Inventories		(8,429)	(97,011)
Trade and other receivables		(919,977)	(753,226)
Other assets		(493,920)	(115,744)
Creditors and other accounts payable		158,501	335,983
Employee benefits		73,928	65,909
Provisions		212,895	(44,930)
Other liabilities		(67,773)	61,149
<b>Cash generated from operating activities</b>		<b>4,792,141</b>	<b>3,957,729</b>
Interest paid		(959,358)	(777,608)
Income tax paid		(658,366)	(859,703)
Income tax refund		52,775	45,857
<b>Net cash from operating activities</b>		<b>3,227,192</b>	<b>2,366,275</b>
<b>Cash flows from investing activities:</b>			
Acquisition of subsidiaries or business, net of cash acquired		(7,626)	-
Purchase of property, plant and equipment	7	(2,677,364)	(1,852,802)
Proceeds from sale of property, plant and equipment	7	23,464	2,438
Purchase of intangible assets		(183,107)	(159,833)
Proceeds from sale of intangible assets		2,240	502
Acquisition of investment properties		(80)	-
Proceeds from investment properties		-	275
Acquisition of investments in financial instruments		(713,105)	(1,023,163)
Proceeds from sale of investments in financial instruments		2,049,944	197,669
Interest received		1,049	1,296
Dividends received from associates and joint business	10	19,073	16,786
Other dividends received	12	68,735	39,895
Compensation received		-	369,700
Other cash from investing activities		17,378	4,816
<b>Net cash used in investing activities</b>		<b>(1,399,399)</b>	<b>(2,402,421)</b>

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

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the nine months ended September 30, 2021 and 2020

In millions of Colombian pesos

**epm** Group

	Notes	September 30, 2021	September 30, 2020
<b>Cash flows from financing activities:</b>			
Acquisition of own shares		-	(21)
Obtaining of borrowings and loans	14	1,309,796	5,683,773
Payments of borrowings and loans	14	(1,920,945)	(1,442,501)
Transaction costs due to issuance of debt instruments	14	(14,825)	(21,492)
Payments of liabilities for financial leasing		(43,397)	(34,360)
Dividends or surpluses paid	6	(1,261,974)	(1,314,335)
Dividends or surplus paid to non-controlling interests	8	(52,623)	(104,137)
Subsidies of capital		45	152
Payments of capital of derivatives designated as cash flow hedges		23,015	19,586
Payment of pension bonds		(17,346)	(3,758)
Other cash from financing activities		(8,941)	104,093
<b>Net cash flows used in financing activities</b>		<b>(1,987,195)</b>	<b>2,887,000</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>(159,402)</b>	<b>2,850,854</b>
Effects of variations in exchange rates in the cash and cash equivalents		(161,588)	(436,733)
Cash and cash equivalents at the beginning of period	13	4,097,964	1,710,565
<b>Cash and cash equivalents at end of the period</b>	<b>13</b>	<b>3,776,974</b>	<b>4,124,686</b>
Restricted resources	13	<b>554,527</b>	<b>193,289</b>

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

EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P.

**CONDENSED SEPARATE STATEMENT OF FINANCIAL POSITION**

As of September 30, 2021 and December 31, 2020

Amounts stated in millions of Colombian pesos

	Notes	September 30, 2021	December 31, 2020
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment, net	7	29,704,042	28,279,579
Investment property		152,365	152,365
Goodwill		260,950	260,950
Other intangible assets		543,389	550,895
Right-of-use assets		2,238,972	2,053,169
Investments in subsidiaries	8	9,984,909	9,027,864
Investments in associates	9	2,434,417	2,434,417
Investments in a joint ventures		99	99
Trade and other receivables	10	1,859,711	1,726,355
Other financial assets	11	2,680,729	3,106,955
Other assets		95,088	79,943
Cash and cash equivalents (restricted)	12	16,598	71,708
<b>Total non-current assets</b>		<b>49,971,269</b>	<b>47,744,299</b>
<b>Current assets</b>			
Inventories		157,721	150,189
Trade and other receivables	10	2,533,783	2,172,577
Assets for current tax assets		207,145	232,864
Other financial assets	11	982,146	2,139,736
Other assets		208,967	135,391
Cash and cash equivalents	12	1,307,046	792,923
<b>Total current assets</b>		<b>5,396,808</b>	<b>5,623,680</b>
<b>Total assets</b>		<b>55,368,077</b>	<b>53,367,979</b>
<b>Liabilities and equity</b>			
<b>Equity</b>			
Issued capital		67	67
Reserves		1,552,992	1,609,297
Accumulated other comprehensive income		3,727,460	4,180,155
Retained earnings		19,210,170	18,015,300
Net profit for the period		2,627,335	2,539,915
Other components of equity		64,362	64,455
<b>Total equity</b>		<b>27,182,386</b>	<b>26,409,189</b>



EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P.

**CONDENSED SEPARATE STATEMENT OF FINANCIAL POSITION**

As of September 30, 2021 and December 31, 2020

Amounts stated in millions of Colombian pesos

	Notes	September 30, 2021	December 31, 2020
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	13	17,138,685	16,414,803
Creditors and other accounts payable		13,186	13,012
Other financial liabilities		2,944,561	2,964,617
Employee benefits		448,736	394,712
Income tax payable		30,331	30,331
Deferred tax liabilities		2,182,338	1,859,510
Provisions	14	520,926	485,975
Other liabilities		31,139	31,411
<b>Total non-current liabilities</b>		<b>23,309,902</b>	<b>22,194,371</b>
<b>Current liabilities</b>			
Loans and borrowings	13	2,400,996	2,232,020
Creditors and other accounts payable		1,128,745	987,660
Other financial liabilities		442,530	478,710
Employee benefits		205,670	171,020
Income tax payable		25,697	88,426
Taxes, contributions and rates payable		132,228	222,393
Provisions	14	356,880	389,092
Other liabilities		183,043	195,098
<b>Total current liabilities</b>		<b>4,875,789</b>	<b>4,764,419</b>
<b>Total liabilities</b>		<b>28,185,691</b>	<b>26,958,790</b>
<b>Total liabilities and equity</b>		<b>55,368,077</b>	<b>53,367,979</b>

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

**EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P.**  
**CONDENSED SEPARATE STATEMENT OF PROFIT OR LOSS AND OCI**  
 For the nine months ended September 30, 2021 and 2020  
 Amounts stated in millions of Colombian pesos

	Notes	September 30, 2021	September 30, 2020	For the three months ended September 30, 2021	For the three months ended September 30, 2020
<b>Continuing operations</b>					
Sale of goods	15	4,216	3,341	1,510	1,527
Rendering of services	15	8,146,301	6,917,408	2,868,678	2,380,546
Leases	15	36,947	32,858	11,916	10,366
<b>Total Revenue</b>		<b>8,187,464</b>	<b>6,953,607</b>	<b>2,882,104</b>	<b>2,392,439</b>
Income from sale of assets	17	516	46	68	1
Other income	16	72,805	208,258	29,641	84,952
<b>Total income</b>		<b>8,260,785</b>	<b>7,161,911</b>	<b>2,911,813</b>	<b>2,477,392</b>
Costs of goods sold and services rendered	18	(4,417,438)	(4,288,945)	(1,586,058)	(1,403,848)
Administrative expenses	19	(732,582)	(814,311)	(239,569)	(362,952)
Impairment loss on accounts receivable	10	(99,289)	(62,575)	768	(45,915)
Other expenses	20	(28,665)	(23,111)	(7,186)	(7,630)
Financial income	21.1	119,765	177,696	33,711	58,050
Financial expenses	21.2	(913,092)	(794,306)	(313,213)	(313,792)
Net foreign exchange difference	22	(30,100)	(747,347)	72,150	(10,017)
Share of loss of equity accounted investees	8	965,592	690,170	385,014	284,860
Gain on equity investments		136,394	89,612	(14)	-
<b>Profit of the period before taxes from continuing activities</b>		<b>3,261,370</b>	<b>1,388,794</b>	<b>1,257,416</b>	<b>676,148</b>
Income tax expense	23	(634,035)	(204,578)	(399,550)	(127,912)
<b>Profit for the period after taxes from continuing operations</b>		<b>2,627,335</b>	<b>1,184,216</b>	<b>857,866</b>	<b>548,236</b>
<b>Net profit for the period</b>		<b>2,627,335</b>	<b>1,184,216</b>	<b>857,866</b>	<b>548,236</b>
<b>Other comprehensive income (loss)</b>					
<b>Items that will not be reclassified to profit or loss:</b>					
Remeasurement of defined benefit plans		(6,712)	3,038	(378)	3,566
Equity investments measured at fair value through equity		(293,182)	76,188	53,761	154,417
Equity accounted investees - share of OCI	8	(71,738)	(10,836)	(380)	10,136
		<b>(371,632)</b>	<b>68,390</b>	<b>53,003</b>	<b>168,119</b>
<b>Items that may be reclassified subsequently to profit or loss:</b>					
<b>Cash flow hedges</b>					
Recognized profit for the period		(386,976)	310,576	(25,181)	303,810
Reclassification adjustment		282,412	519,210	128,349	461,356
Equity accounted investees - share of OCI		(669,388)	(208,634)	(153,530)	(157,546)
Reclassified to profit or loss for the period	8	328,858	491,652	561	89,380
Hedges of net investments in foreign operations		(23,800)	-	(23,800)	-
Recognized profit for the period		(23,800)	-	(23,800)	-
		<b>(81,918)</b>	<b>802,228</b>	<b>(48,420)</b>	<b>393,190</b>
<b>Other comprehensive income, net of taxes</b>		<b>(453,550)</b>	<b>870,618</b>	<b>4,583</b>	<b>561,309</b>
<b>Total comprehensive income (loss) for the period</b>		<b>2,173,785</b>	<b>2,054,834</b>	<b>862,449</b>	<b>1,109,545</b>

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

EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P.

CONDENSED SEPARATE STATEMENT OF CASH FLOWS

For the nine months ended September 30, 2021 and 2020

Amounts stated in millions of Colombian pesos

	Notes	September 30, 2021	September 30, 2020
<b>Cash flows from operating activities:</b>			
<b>Profit for the period</b>			
		<b>2,627,335</b>	<b>1,184,216</b>
<b>Adjustments to reconcile the net profit (loss) for the period to the net cash flows used in operating activities:</b>			
		<b>1,009,837</b>	<b>1,477,873</b>
Depreciation and amortization of properties, plant and equipment, right-of-use assets and intangible assets	18 and 19	490,463	468,193
Impairment loss on accounts receivable	10	99,289	62,575
Write down inventories, net	20	12	-
Loss due to exchange difference	22	30,100	747,347
Result for valuation of financial instruments and hedge accounting	21	69,058	3,297
Provisions, post-employment and long-term defined benefit plans	19	109,268	252,352
Provisions for tax, insurance and reinsurance obligations and financial updating	14	12,852	15,083
Deferred income tax	23	322,827	(126,432)
Current income tax	23	311,208	331,010
Share of loss of equity-accounted investees	8	(965,592)	(690,170)
Interest and yield income	21	(101,162)	(114,234)
Interest and commission expenses	21	812,575	712,464
Gain / loss due to disposal of properties, plant and equipment, right-of-use assets, intangibles and investments properties	17	(450)	(44)
Result from withdrawal of properties, plant and equipment, right of use assets, intangible assets and investments	17 and 20	5,255	2,043
Non-effective recoveries	16	(49,472)	(95,999)
Gain / loss from business combinations		6,492	-
Dividend income from investments	9 and 11	(142,886)	(89,612)
		<b>3,637,172</b>	<b>2,662,089</b>
<b>Net changes in operating assets and liabilities:</b>			
Change in inventories		25,472	(21,590)
Change in trade and other receivables		(33,979)	(300,245)
Change in other assets		(88,724)	(47,387)
Change in creditors and other accounts payable		(1,590)	(117,989)
Change in labor obligations		66,893	63,223
Change in provisions		(82,351)	(40,916)
Change in other liabilities		(102,451)	56,966
<b>Cash generated from operating activities</b>			
		<b>3,420,442</b>	<b>2,254,151</b>
Interest paid		(866,517)	(668,885)
Income tax paid		(401,315)	(507,945)
Income tax refund		53,096	34,413
<b>Net cash provided by operating activities</b>			
		<b>2,205,706</b>	<b>1,111,734</b>
<b>Cash flows from investing activities:</b>			
Acquisition and capitalization of subsidiaries or business	8	(5,566)	(10,000)
Disposal of subsidiaries or business		8,000	-
Acquisition of property, plant and equipment	7	(1,868,303)	(1,440,100)
Proceeds from sale of property, plant and equipment	20	(5,094)	54
Acquisition of intangible assets		(32,945)	(23,517)
Proceeds from sale of investments properties		-	257
Acquisition of investments in financial instruments	11	(590,556)	(821,598)
Proceeds from sale of investments in financial instruments	11	1,930,375	28,853
Dividends received from subsidiaries, associates and joint business	8 and 9	216,925	252,588
Other dividends received	11	68,728	39,884
Loans to economic associates		41,530	(198,215)
Compensation received		-	369,700
Other cash flows from investment activities		(20,654)	(31,322)
<b>Net cash flow used in investing activities</b>			
		<b>(257,560)</b>	<b>(1,833,416)</b>

EMPRESAS PÚBLICAS DE MEDELLÍN E.S.P.

**CONDENSED SEPARATE STATEMENT OF CASH FLOWS**

For the nine months ended September 30, 2021 and 2020

Amounts stated in millions of Colombian pesos

	Notes	September 30, 2021	September 30, 2020
<b>Cash from financing activities:</b>			
Obtaining of borrowings and loans	13	145,317	4,612,201
Payments of borrowings and loans	13	(524,227)	(509,049)
Transaction costs due to issuance of debt instruments	13	(8,979)	(21,492)
Payments of liabilities for financial leasing		(9,362)	(8,381)
Dividends or surpluses paid		(1,261,974)	(1,314,335)
Payments of capital of derivatives designated as cash flow hedges	11	25,604	19,586
Payment of pension bonds		(14,074)	(3,029)
Other cash from financing activities		145,083	9,931
<b>Net cash flows used in financing activities</b>		<b>(1,502,612)</b>	<b>2,785,432</b>
<b>Net increase in cash and cash equivalents</b>			
Effects of variations in exchange rates in the cash and cash equivalents		445,534	2,063,750
Cash and cash equivalents at beginning of the period		13,479	50,032
<b>Cash and cash equivalents at end of the period</b>	12	<b>1,323,644</b>	<b>2,992,806</b>
Restricted resources	12	109,835	103,703

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

For more information, contact Investor Relations [investorelations@epm.com.co](mailto:investorelations@epm.com.co)  
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