

## Celsia 2022 General Meeting of Shareholders

### Celsia will distribute COP 330 billion from its profits to its shareholders. The Company submitted a report of the value created over the last five years

- *Profit distribution to shareholders of COP 330,621 billion, equivalent to COP 309 per share; a donation for social benefit of COP 5,281 billion and the reelection of the Board of Directors were some of the proposals approved by the shareholders.*
- *Growth between 2016 and 2021 included: number of customers, 112%; installed renewable energy capacity, 148%; transmission and distribution revenues, 115%.*
- *In financial results, positive variations were observed in the same period of 2016 and 2021, including: EBITDA, 32%; controlling shareholder's profit, 912%; and investments, 218%.*
- *Investment platforms in alliance with specialized companies have made it possible to accelerate business growth with a rational use of capital.*

**Medellín, March 23, 2022.** Celsia, a Grupo Argos energy company, attended its Annual General Meeting with the participation of 285 shareholders, after two years in which the meeting had to be held virtually and with capacity restrictions. At the meeting, proposals such as the distribution of profits to shareholders for COP 330,621 billion; a donation for social benefit for COP 5,281 billion; and the ratification of the board of directors, among others, were approved.

Ricardo Sierra, Celsia CEO, read the report, stating: *“For Celsia, 2021 will be remembered as the year of transition and reactivation after the pandemic. For our company in particular, these were twelve months in which we intensified the strategy of the past five years aimed at being an active player in the regional energy transformation process, with an increasingly cleaner generation matrix and an innovative portfolio of services and products focused on enriching the lives of our customers. As a company we have a shared vision of a business practice that seeks to deliver above-market returns for shareholders while creating social value for communities, customers, employees, suppliers and other stakeholders”.*

## Main approvals of the General Meeting of Shareholders

- **Profit distribution:** dividend of COP 309 per share, between ordinary and extraordinary, for a total of COP 330,621 billion. This dividend represents a *yield* of more than 7.0%, above the Colcap average.

In the last five years, and thanks to the results obtained, the company has delivered COP 1.06 trillion in dividends which, added to this year's approved COP 330,621 billion, would total close to COP 1.47 billion.

- **Donation for social benefit:** In the amount of COP 5,281 billion to the Fundación Grupo Argos to continue working on the purpose of creating social value, contributing to the protection of water and to the development of territories through education, culture and volunteer programs.
- **Formation of the Board of Directors:** in which the current members were reelected, as follows:  
Independent members: David Yanovich , María Fernanda Mejía, María Luisa Mesa and Eduardo Pizano.  
Equity members: Jorge Mario Velásquez, Alejandro Piedrahíta and Rafael Olivella.

## Creation of Value for Shareholders

In addition to the financial results and key figures for each of the businesses, during the Meeting the shareholders received relevant information on value creation over the last five years (2016 - 2021):

1. The number of clients doubled, revenue increased and the expansion in renewables materialized:

concept	2016	2021	variation
number of customer	586.000	1,240,000	112%
energy sold	2.101 GWh	3.636 GWh	73%
renewable energy	50 megawatts	124 megawatts	148%
Remunerated base of Transmission and Distribution assets	COP 2.04 trillion	COP 4.02 trillion	96%
Income from transmission and distribution	COP 435,647 billion	COP 939,560 billion	115%

2. Simplified the operating structure, improved profitability by multiplying by 10 the profit for its owners and increased a double effect: decreasing capital cost and increasing the return on capital employed:

concept	2016	2021	variation
Income	COP 3.78 trillion	COP 4.11 trillion	9%

<b>EBITDA (Earnings before interest, taxes and financial commitments)</b>	COP 1.03 trillion	COP 1.36 trillion	32%
<b>Controlling shareholders profits</b>	COP 33 billion	COP 334 billion	912%
<b>Investments</b>	COP 346 billion	COP 1.1 trillion	218%
<b>Debt</b>	COP 4.06 trillion	COP 4.46 trillion	10%
<b>ROCE (Return on Capital Employed)</b>	8.25%	11.0%	+275 pb
<b>WACC (Weighted Average Cost of Capital)</b>	11.10%	7.8%	-330 PB

3. Investment platforms are developed that allow alliances with specialized companies to accelerate growth in profitable businesses with a rational use of capital. The value of the investment in the platforms represents close to COP 800 billion for the company. These platforms are Caoba, in the transmission business, and C2 Energía, in the non-conventional renewable energy generation business, both developed with *Cubico Sostenible investments*; and the El Tesorito thermal platform, which is being developed with Canacol and Proeléctrica .

**Caoba:** This investment vehicle specializes in transmission assets in Colombia, both in the national transmission system (STN) and in the regional transmission system (STR), which gives it access to predictable and stable income.

- Revenues: COP 181,137 billion
- EBITDA: COP 155,626 billion

**C2 Energía:** an investment platform that focuses on developing and building solar farms with a capacity of more than 8 MW. Its contract structure is based on long-term energy sales.

- 60 MWp in operation
- Revenues: COP 16,845 billion
- EBITDA: COP 13,363 billion

**El Tesorito:** Celsia Colombia has a 57.5% stake in the El Tesorito gas-fired thermal plant, located in Sahagún (Córdoba). This 200 MW plant will come into operation in 2022 and its respective connection to the Sahagún substation will be built at the same time.

- Investment: USD 189 MM
- Anticipated annual income: USD 25 MM
- Has a 20-year reliability charge contract.