

PRESS RELEASE

FINANCE COMMISSION OF BOGOTA CITY COUNCIL APPROVES THE SALE OF EEB SHARES IN ISAGEN

- *This decision will provide Empresa de Energía de Bogotá the possibility of investing in top priority projects in the city and the country, as it will improve reliability of energy supply in Bogota and the departments of Cundinamarca, Meta and part of Tolima.*

Bogotá D.C., 10 March 2016. The Finance Commission of the Bogota Council approved the sale of shares of Empresa de Energía de Bogotá in ISAGEN, with 11 votes in favor and 3 against; now the decision will move to the plenary session of such body. Among the arguments stated to approve the sale of shares is the price per share, given that Brookfield, the company that has been awarded ISAGEN's bid must now carry out a takeover bid with current shareholders. The first takeover bid must be carried out on March 22, 2016 and the offer price must be \$4.130 per share. The current market price in the stock market for ISAGEN's shares is below that price.

Similarly, another argument states that with the sale the company may invest in key transmission projects that will provide a profitability rate of approx.11% when the profitability of shares in ISAGEN is now between 2% and 3%.

By selling these shares, it may significantly reduce the additional debt level of EEB from US\$300 million to US\$214 million, which would increase cash by US\$86 million to cover transmission investment needs, and as previously expressed, this investment is more profitable.

These resources will be directed mainly to two important transmission projects. Sogamoso-Norte-Nueva Esperanza of 500 kV and Chivor II – Norte - Bacatá of 230 kV. Having these two projects will improve reliability of electric power in Bogota and the departments of Cundinamarca, Meta and part of Tolima. It would also reduce energy shortage risks vis-à-vis system shutdowns.

It is worth highlighting that EEB's shareholding stake, with this scenario related to Brookfield's ownership, is clearly a minority, currently holding a stake of 2.52%, situation that would not entitle EEB to having any Board member.