



PRESIDENTIAL DECISION
No. 001



Grupo Energía Bogotá



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CORPORATE CLIMATE CHANGE POLICY

SCOPE OF THE DECISION

Adoption of the Corporate Climate Change Policy of Grupo Energía Bogotá.

BACKGROUND

1. According to minutes No. 15 of the Strategic, Processes and Learning Presidential Committee dated June 8, 2021, the Sustainability Strategy of GEB and its affiliates was approved, for submission to the Corporate Governance and Sustainability Committee.
2. According to minutes No. 1658 of the ordinary meeting of the Board of Directors of Grupo Energía Bogotá S.A. ESP dated June 24, 2021, an amendment to the Sustainability Strategy of GEB was approved.

DECISION

POLICY OBJECTIVE

The Corporate Climate Change Policy of GEB harmonizes the Group's operations with the mitigation and adaptation objectives of the countries where it is present. This forms integral part of the Group's corporate and sustainability strategy, following the decisions of the Conferences of the Parties (COP) on the Convention of Climate Change of Paris - 2015 and Glasgow - 2021.

SCOPE OF THE POLICY

This policy applies to the Corporate offices, the Transmission Branch and the companies controlled by GEB, including the processes for selection and operation of new businesses, and its application will be promoted at companies that are not controlled by the Group.

STATEMENT OF COMMITMENT

Below are the commitments to ensure the effective implementation of this policy. They should be adopted in accordance with the specific context and circumstances of the affiliates and their operations.

A. Assessment of Risks and Opportunities Associated with Climate Change

1. The project structuring, planning, construction, operation, and dismantling procedures must incorporate the early identification and detection of the risks and opportunities related to climate change and adopt any measures necessary to mitigate or make us to them, as appropriate.
2. For all projects and operations, develop matrices that identify and assess the risks and opportunities associated with climate change, and manage them.
3. During the project design and planning stage, determine whether the identified risks justify its implementation, change or suspension.

B. Mitigation of Climate Change

1. Quantify, verify, and monitor the Greenhouse Gas (GHG) emissions of the projects and operations using internationally recognized standards and rules.

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2. Design strategies and set out paths to contribute to the fulfillment of the emissions reduction goals adopted by each country where the Group operates. (Nationally Determined Conditions - NDCs).
3. Prioritize, as appropriate to the context and the technological reality of the projects and operations, the control of methane emissions, the increase of energy efficiency, the control of SF₆ (sulfur hexafluoride) emissions, and the control of emissions associated with transportation.
4. Prioritize participation in generation projects that use non-conventional renewable energy sources (NCREs), and search for economic opportunities in energy efficiency; production, transportation, and distribution of hydrogen (blue and green); massification of sustainable mobility; use of smart meters, networks, and homes; distributed generation; remote control of network status; and automation of substations, equipment, resistances and circuits, among others. Additionally, promote the implementation of circular economy strategies and nature-based solutions.
5. When the cost of emission reduction is greater than the price of the “carbon credits” that prove avoided emissions, the latter option should be chosen.
6. Participation in the carbon markets should privilege the acquisition of avoided emissions through the conservation and restoration of natural ecosystems. This should take into consideration criteria on equity: preference should be given to “carbon credits” issued in territories of ethnic groups through projects for ecological restoration and avoidance of deforestation.
7. Participate in the design and monitoring of government policies and strategies aimed at the massification of sustainable mobility and the substitution of coal and liquid fuels for natural gas and electricity in industry and transportation. Actively participate in events for the design of regulations and incentives to promote the use of clean energy.

C. Adaptation to Climate Change

1. Include measures for adaptation in the design of projects to incorporate in the infrastructure the capacity to withstand and to operate under conditions of extreme climate events.
2. Seek to extend the benefits of the measures for adaptation of projects and operations to the communities in the area of influence.

D. Energy Transition

1. Advocate a flexible, safe, and economically efficient energy transition, ensuring a fair distribution of its associated costs and benefits, and its effective contribution to local prosperity.

E. Financial Affairs

1. Progressively incorporate the framework of the *Task Force on Climate-Related Financial Disclosures* (TCFD) to assess and report to markets the risks and opportunities related to climate change.
2. Privilege the emission of theme bonds (green, sustainable or transition) for project financing.
3. Include, as costs, in the *ex-ante* economic assessment of its projects and investments, the value of future GHG flows. As a reference price for these costs

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("shadow price"), the price of the carbon credits estimated by the *Markit's Global Carbon Index* should be used.

PARTIES RESPONSIBLE FOR THIS POLICY

- The GEB Corporate Sustainability and Communications Department or its equivalent shall be responsible for coordinating, updating and monitoring the implementation of this policy.
- The sustainability area of each affiliate shall be responsible for ensuring the implementation of this policy at Controlled Companies.
- The project planning, operations and maintenance areas of the Controlled Companies shall be responsible for its effective implementation.

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DOCUMENTATION CONTROL

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VALIDITY

Prior Decision No.	Version date	Type of Share	Reason for the update and description of the last version
Not Applicable	Not Applicable	Not Applicable	Not Applicable