

IENOVA ACQUIRES PEMEX'S PARTICIPATION IN THE RAMONES NORTE II PROJECT THROUGH THE EXECUTION OF AN AGREEMENT

- *IEnova to acquire Pemex's 50% equity interest in "Ductos y Energeticos del Norte" ("DEN").*
- *Upon closing of the transaction, IEnova's indirect stake in the Los Ramones II Norte pipeline will increase from 25% to 50%.*

Mexico City, October 6, 2017 – Infraestructura Energética Nova, S.A.B. de C.V., "**IEnova**", acquired Pemex Transformación Industrial's participation in DEN, and as a result, will increase its indirect participation in the Los Ramones II Norte pipeline from 25% to 50%.

The transaction value, which is based on similar operations in North America, is estimated to be \$520 million U.S. dollars. It is comprised of an estimated cash payment of \$231 million U.S. dollars, plus the proportional amount of outstanding debt in the Los Ramones II Norte pipeline of approximately \$289 million U.S. dollars. The cash payment will be subject to customary post-closing adjustments included in the purchase and sale agreement.

The transaction is expected to close within the fourth quarter of 2017, once the required authorizations have been obtained, including approval from Mexico's Federal Antitrust Commission (COFECE).

This transaction is aligned with IEnova's commitment to develop energy infrastructure in the country, and it strengthens its position as a leader in gas transportation in Mexico.