

IEnova Underscores Commitment to Health and Reliable Energy Supply in its 2020 Sustainability and Financial Report: It's Possible

- *USD\$10.2 million allocated to communities, environment, health and safety, and compliance.*
- *For the first time, adjusted EBITDA¹ exceeded USD\$1 billion.*
- *Certified for the seventh consecutive year as a Socially Responsible Company and as a Great Place to Work, in addition to receiving other recognitions.*

Mexico City, May 31st, 2021 – Infraestructura Energética Nova, S.A. de C.V. (“IEnova”) proved that, with energy, **it's possible** to contribute to Mexico's development and economic reactivation. In its 2020 **Sustainability and Financial Report, It's Possible**, IEnova highlighted its USD\$10.2 million investment in communities, environment, safety, health, and compliance, meeting its 2020 financial goals by exceeding USD\$1 billion in Adjusted EBITDA; its service to more than 136,000 customers; and its commitment to operating and developing reliable energy infrastructure.

“Our mission during 2020 was to safely, and without interruption, provide energy to all our customers, applying the strictest safety measures to ensure the health of our employees, their families, and our suppliers”, explained Tania Ortiz Mena, Chief Executive Officer of IEnova.

As a signatory of the United Nations Global Compact, IEnova follows the Sustainable Development Goals established in the 2030 Agenda and reports on the company's efforts which contribute most to reaching them. To this end, the company's report explains how it was able to manage a business strategy that is based on sustainability; on building and operating energy infrastructure for Mexico's benefit; and on generating social value, even when facing the challenges brought about by the COVID-19 pandemic.

During 2020, the company developed response plans and adaptation strategies to face the work and social challenges of the pandemic. On the one hand, IEnova successfully migrated to remote work for the vast majority of its employees, establishing strict prevention and hygiene protocols for those employees who had to continue to work on-site in order to ensure operational continuity. On the other hand, the majority of Fundación IEnova's budget—USD\$2.21 million—was allocated to support communities impacted by the pandemic in 22 states delivering medical protection equipment and supplies, as well as food packages for families. Additionally, the foundation continued to sponsor other projects including scholarships, infrastructure improvements in foster homes, caring for children with cancer, and carrying out corporate volunteer events remotely.

Additionally, through ECOGAS, a subsidiary of IEnova, the company provided support to health centers and to customers who are retired citizens, by exempting them from having to pay for their natural gas service and consumption during the first months of the pandemic.

The company made further contributions with other social investment projects aimed at improving schools and public infrastructure. IEnova's social investment for 2020 was USD\$4.7 million.

In terms of environmental stewardship, IEnova's ample portfolio of renewable energy projects has an installed capacity for the generation of clean energy of more than 1,000 MW (including assets in operation

¹ Adjusted EBITDA is defined as the operating results that represent cash flow.

and those currently under construction), which contributes to avoiding emissions for 986,134 tCO₂e. (tons of carbon dioxide equivalent) to the atmosphere.

IEnova also implements state-of-the-art programs for the conservation of biodiversity. These efforts include the operation of five nurseries located in the states of Nuevo León, Tamaulipas, and San Luis Potosí. There are currently more than 176 thousand plants of 68 different species in these nurseries, and more than 10 million seeds have been collected and are being kept in a seed bank of the Universidad Autónoma de Nuevo León (UANL).

In response to its commitments, during 2020 IEnova continued developing infrastructure that promotes energy security and economic reactivation, creates jobs, and fosters the productive sector. Noteworthy is the final investment decision to develop ECA LNG, a natural gas liquefaction project that will be carried out in conjunction with Sempra LNG in the city of Ensenada. With a total estimated investment of USD\$2 billion, the project will create 10,000 direct and indirect jobs. Additionally, IEnova began participating in a new business segment with the end of construction and start of operations of the Veracruz Refined Products Storage Terminal, which is part of a portfolio that includes another six terminals for the receipt and storage of refined products, all of which are currently under development and are located in Baja California, Colima, Jalisco, Puebla, Sinaloa, and the vicinity of Mexico City.

Despite a complex environment, the company achieved its financial and operational goals. “At IEnova due to the resiliency of our business model and the excellent performance of our team, we were able to achieve our 2020 financial goals, and, for the first time, we exceeded USD\$1 billion in adjusted EBITDA. I wish to recognize every employee who is part of this great company as it is thanks to their energy, commitment, dedication, passion, and talent that we made possible what seemed impossible”, said Tania Ortiz Mena.

Its successful sustainability strategy has resulted in numerous recognitions for IEnova. For the seventh consecutive year it was awarded the Socially Responsible Company recognition granted by the Mexican Philanthropy Center (Cemefi); it received the Human Rights Campaign’s certification for best practices in diversity and inclusion; it obtained the highest score granted by HR Ratings to a company in Mexico for its Integrity Policy; and it was included in the Great Place to Work ranking, obtaining in 2020 the recognition as the second Best Company to Work for in Challenging Times; among other achievements.

IEnova, Beyond Energy

The full 2020 Sustainability and Financial Report: It’s Possible, is available at:

https://ienova.com.mx/pdf/english/Sustainability_Financial_Report_2020.pdf

About IEnova

IEnova is a leading Mexican company that develops, builds, and operates energy infrastructure in Mexico. With more than 1,400 talented employees, IEnova has a presence in 17 Mexican states and has invested close to USD\$10.5 billion in total assets over the course of its 24-year history. Its business strategy within the energy sector integrates gas pipelines, storage, and distribution (natural gas, ethane, and LPG), power generation, and storage of refined products. IEnova is committed to generating economic, social, and environmental well-being for the communities in which it operates, always working and collaborating in adherence to a framework of ethics, security, and respect. The company was recognized as the 2021 Second Best Company to Work for in Challenging Times and held one of the top 25 positions in the Great Place to Work ranking; in addition, for the seventh consecutive year, it was granted Cemefi’s recognition as a Socially Responsible Company. IEnova is also one of the Top 10 in the 500 Companies Against Corruption ranking, it received the Human Rights Campaign certification for good practices in diversity and inclusion, and HR Ratings granted it highest score in Mexico for its Integrity Policy. IEnova is Energy for Mexico. For more information, visit www.ienova.com.mx; @IEnova_MX