

Third Quarter 2019 Financial Results

October 24, 2019

Information regarding forward-looking statements



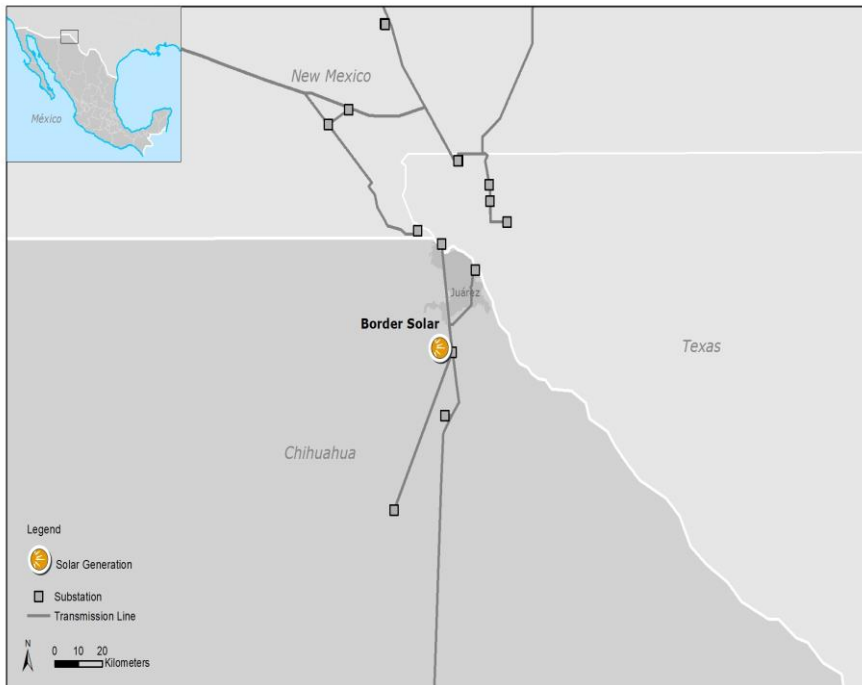
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Agenda

- Accomplishments and highlights
- 2019 Dividend
- Third-quarter 2019 financial results
- Project updates
- Summary

Border Solar



- In September 2019, IEnova announced a 150 MW new solar power plant, located in Juárez, Chihuahua
- Off-takers:
 - Liverpool
 - Circle K
 - Envases Universales
- IEnova will be responsible for all aspects of project implementation, including permitting, land and rights of way acquisition, engineering, procurement, construction, financing, operations, and maintenance
- Approximately US\$160 million investment
- 100% owned by IEnova
- Commercial operations date: 4Q 2020

With this project, IEnova's renewable portfolio will exceed 1,000 MW of installed capacity

2019 Dividend

- The Shareholders Meeting held on April 30, 2019 approved a 2019 dividend payment, in which IEnova's Board of Directors was authorized to define the amount and payment date
- On October 22, 2019, the Board of Directors of IEnova approved the dividend for 2019
- We expect to pay US\$220 million in one payment to shareholders in November 2019

2017 Dividend	2018 Dividend	2019 Dividend
US\$200 million	US\$210 million	US\$220 million

5% annual dividend growth

Third-quarter 2019 financial results

	Three months ended		Nine months ended	
	September 30,		September 30,	
<i>(Unaudited; net profit in millions of dollars, share count in millions, EPS in dollars)</i>	2019	2018	2019	2018
Adjusted EBITDA ⁽¹⁾	\$ 231	\$ 238	\$ 685	\$ 669
Profit for the period	\$ 111	\$ 112	\$ 324	\$ 342
Shares outstanding (weighted average)	1,534	1,534	1,534	1,534
Earnings per share (EPS)	\$ 0.07	\$ 0.07	\$ 0.21	\$ 0.22

- In the third quarter of 2019, Adjusted EBITDA decreased 3% to US\$231 million, compared with US\$238 million in the same period of 2018. The decrease of US\$7 million was mainly due to the revenue deferral at the Guaymas - El Oro pipeline and the 2018 one-time natural gas distribution rates true-up from prior years at Ecogas Mexicali, partially offset by the start of operation of the South Texas - Tuxpan pipeline, Pima and Rumorosa Solar power generation facilities.
- In the nine months ended September 30, 2019, Adjusted EBITDA increased 2% to US\$685 million, compared with US\$669 million in the same period of 2018. The increase of US\$16 million was mainly due to the Termoeléctrica de Mexicali power plant higher operational results and the start of operation of the South - Texas - Tuxpan pipeline, Pima and Rumorosa Solar power generation facilities, partially offset by the revenue deferral at the Guaymas - El Oro pipeline.
- In the third quarter of 2019, profit was US\$111 million, compared with US\$112 million in the same period of 2018. The decrease of US\$1 million was mainly due to the EBITDA drivers mentioned above, partially offset by non-cash exchange rate effects.
- In the nine months ended September 30, 2019, profit was US\$324 million, compared with US\$342 million in the same period of 2018. The decrease of US\$18 million was mainly due to non-cash exchange rate effects and higher depreciation expense, partially offset by the EBITDA drivers mentioned above.

(1) Adjusted EBITDA includes proportional share of EBITDA from joint ventures

Project updates

Project	CapEx ¹ (USD, millions)	Target COD ²	Contract Term	Update
Wholly-owned projects				
Don Diego Solar	\$130	4Q 2019	15 years	<ul style="list-style-type: none"> • Under construction
ESJ II**	\$150	2Q 2021	20 years	<ul style="list-style-type: none"> • Pre-construction activities • Contract COD extension
Gulf-Center storage terminals (Veracruz, Puebla, Mexico City)	\$590 - \$640	1Q 2020	10 years*	<ul style="list-style-type: none"> • Under construction • Cost increases and expansion
Baja Refinados	\$130	2Q 2021	15 years	<ul style="list-style-type: none"> • Pre-construction activities • Contract COD extension
Topolobampo marine storage terminal	\$150	4Q 2020	10 and 15 years*	<ul style="list-style-type: none"> • Pre-construction activities
Border Solar	\$160	4Q 2020	10 and 15 years	<ul style="list-style-type: none"> • Pre-construction activities
Joint venture projects				
South Texas – Tuxpan (Marine pipeline)	\$2,600	3Q 2019	35 years	<ul style="list-style-type: none"> • In operations
Tepezalá Solar	\$100	4Q 2019	15 and 20 years	<ul style="list-style-type: none"> • In operations
Manzanillo marine storage terminal	\$285	1Q 2021	10 years*	<ul style="list-style-type: none"> • Pre-construction activities

(1) For 100% of the project

(2) Commercial Operations Date subject to permits

* With potential extension

** May be developed under a joint venture

Summary

- Reached an agreement with CFE in relation to the Guaymas - El Oro and South Texas – Tuxpan pipelines
- South Texas – Tuxpan marine pipeline was placed into service
- Placed our third solar project into service, Tepezalá Solar
- Executed long-term, energy supply contracts with Liverpool, Circle K and Envases Universales on a new 150 MW solar power plant called Border Solar
- Approved 2019 dividend payment of US\$220 million
- Continued strength in operations; financial results in-line

