

United States Chapter 11 filing:

## **Alto Maipo begins reorganization process with the agreement of its creditors**

- *The financial reorganization process will allow Alto Maipo to achieve a more flexible and sustainable capital structure over the long term, honoring its financial commitments amidst less favorable market conditions, while maximizing creditors' recovery.*
- *According to the schedule the units that make up the project will begin, synchronization tests and will start injecting energy into the system in December 2021 and achieve commercial operation in March 2022.*

**Santiago, November 17, 2021** - Alto Maipo SpA has filed for Chapter 11, Title 11 of the United States Code through a *Pre Arranged* financial restructuring agreement reached with its creditors, with the aim of initiating a financial reorganization process.

This process is intended to create a sustainable long-term capital structure maximizing recovery for all of its creditors and ensuring the liquidity necessary to meet the short-term obligations for the start-up of the project. Upon completion of this reorganization process, the company expects to emerge financially strengthened and fully focused on the production and sale of energy.

The reasons for this decision are linked to the circumstances previously communicated, when it was informed about the update of studies and market and hydrology projections prepared by independent experts. These estimate a reduction of more than 50% in the price of energy in different scenarios, considering the incorporation of multiple renewable projects to the national electricity system and in a time frame that was not foreseen years ago. Likewise, there was a significant decrease in hydrology in the last 10 years, compared to the historical average, which could mean a reduction in the expected annual generation of the project.

Alto Maipo is currently 100% complete in the excavation of its tunnels and 99% complete overall. Its construction will be completed within the costs estimated in its last restructuring and approximately one year ahead of the dates guaranteed in the current construction contracts.

# ALTO MAIPO

According to the schedule, synchronization and system injection tests of the units that make up the project will begin in December, and commercial operation will start by the end of March 2022.

Alto Maipo, which will produce renewable energy equivalent to the consumption of up to one million Chilean homes, consists of two run-of-river power plants, Alfalfa II and Las Lajas, which together will have an installed capacity of 531 MW.