



AUDM&SMDE-EFI2021-16384-P-30768

**Independent Limited Assurance Report to for Corporate Governance Report, Our Group and Social and Environmental Management chapters that are part of the 2020 Sustainability Report of Empresas Públicas de Medellín E.S.P**

We were engaged by the Management of **Empresas Públicas de Medellín E.S.P**, from now on **EPM**, to provide limited assurance on the non-financial information contained in the chapters for **Corporate Governance Report, Our Group** and **Social and Environmental Management** of the **Spanish version** of the **Sustainability Report** for the year ended December 31, 2020 of **EPM** ("the Report"). This report is prepared considering the GRI standards in its Comprehensive compliance option.

The parameters and indicators of sustainability verified by this commission of limited assurance are:

<b>Material topics/Complementary</b>	<b>Standards / indicators assured</b>
Acceso y comprabilidad	EPM-12, EU26, 203-2
Agua y biodiversidad	303-3, 303-4, 304-2, 304-3, 306-1, EPM-01, EPM-10, EU13
Calidad y seguridad de los productos y servicios	EU28, EPM-03
Clima Organizacional	EPM-02
Contratación responsable para el desarrollo local	204-1, EPM-06, EPM-07, EPM-08, EPM-09
Derechos Humanos	406-1, 410-1, 412-2
Energías renovables no convencionales	EPM-14
Estrategia Climática	305-1, 305-2, 305-3, 305-7
Tarifas y precios	EPM-13
Transparencia	205-2
<b>Note:</b> figures are included in Spanish as this assurance statement is related to the Spanish version of the 2020 EPM Sustainability Report	

**Management's responsibilities**

Management is responsible for the preparation and presentation of the Report in accordance with the Sustainability Reporting Standards of the Global Reporting Initiative (GRI Standards), Comprehensive option, the supplement of electric utilities sector and the company's own indicators as described in the subchapter "Report profile". In said subchapter, the self-declared compliance option is detailed.

This responsibility also includes designing, implementing and maintaining the internal control necessary to allow the preparation of sustainability assured parameters and indicators free of material errors due to fraud or error.

The Management is also responsible for preventing and detecting fraud and for identifying and ensuring that Company complies with laws and regulations applicable to its activities.

Management is also responsible for ensuring that staff involved with the preparation and presentation of the Report are properly trained, and the information systems are updated.



### **KPMG responsibilities**

Our responsibility is to express a limited assurance conclusion about the preparation and presentation of the sustainability parameters included in the Sustainability Report of EPM.

Our work has been done in accordance with International Standard on Assurance Engagements (ISAE) 3000, other than Audits or Reviews of Historical Financial Information, and the ISAE 3410 standard, Assurance Engagements on Greenhouse Gas Statements, issued by the International Auditing and Assurance Standard Board.

KPMG applies International Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants, which is founded on fundamental principles of integrity, objectivity, confidentiality and professional behavior and competence. Based on the above, we confirm that we have carried out this assignment for EPM independently and free of conflict of interest.

ISAE 3000 and ISAE 3410 require that we plan and perform our work in such a way that we obtain limited security on whether the parameters and indicators of sustainability are free of material errors.

### **Limited assurance of parameters and sustainability indicators**

A limited assurance engagement on a Sustainability Report consists of making inquiries, primarily of persons responsible for the preparation of the information presented in the report, and applying analytical and other evidence gathering procedures, as appropriate. These procedures included:

- Interviews with management and relevant personnel at the corporate level in relation to the sustainability strategy and policies for material issues, as well as the implementation thereof in the company
- Verification of consistency of the information that responds to the General Disclosures of the GRI 102 standard with the systems or internal documentation.
- Review of the management approach of the material issues, as established by the GRI standard in its contents GRI 103-1, 103-2 and 103-3
- Inquiries with the management to gain an understanding of the process carried out by **EPM**, for determining the material topics, as well as the participation of the stakeholders in this process.
- Interviews with relevant staff of **EPM** at corporate and business unit level responsible for the preparation of parameters and indicators subject to limited assurance.
- Inquiries about the design and implementation of the systems and methods used to collect and report the parameters and indicators subject to limited verification, including the aggregation of the reported information.



- Comparison the Limited Assurance Sustainability Parameters to relevant underlying sources on a sample basis to determine whether all the relevant information has been appropriately included in **the Report**.
- Reading of the Limited Assurance Sustainability Parameters and Indicators presented in **the Report** to determine if they are in line with our general knowledge and experience in relation to the sustainability performance of EPM.

The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement, and consequently the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. Accordingly, we do not express a reasonable assurance conclusion on the Limited Assurance Sustainability Parameters.

#### **Purpose of our Report**

In accordance with the terms of our engagement, this assurance report has been prepared for **EPM** with the purpose of assisting to Management in determining if the sustainability parameters and indicators subject to limited assurance are prepared and presented in accordance with the Sustainability Reporting Standards of the Global Reporting Initiative (GRI Standards) and the calculations of the company's own indicators.

#### **Restriction of use of our report**

This report should not be considered appropriate to be used or relied upon by any third party wishing to acquire rights against KPMG other than EPM for any purpose or in any other context. Any third party other than EPM who obtains access to our report or a copy of it and determines to rely on it, or any part of it, will do so at your own risk. To the fullest extent possible, as permitted by law, we do not accept or assume responsibility to third parties other than EPM, for our work, for this limited assurance report, or for the conclusions we have reached.

#### **Our Conclusion**

Our conclusion has been formed based on, and is subject to, the matters outlined in this report.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusions that we express below:

Based on the procedures performed and the evidence obtained, as described above, nothing has come to our attention that causes us to believe that **the Report of EPM** for the year ended December 31, 2020 is not presented, in all material respects, in accordance with the GRI Sustainability Reporting Standards of the Global Reporting Initiative (GRI Standards) and electric utilities sector supplement (Version G4 of the guideline), and EPM own indicators.



A summary of our findings and recommendations have been communicated to the management of EPM in a separated document.

A handwritten signature in black ink, appearing to read 'Gonzalo Ochoa Ruiz'.

Gonzalo Ochoa Ruiz  
KPMG S.A.S.  
Partner

April 30<sup>th</sup>, 2021