



November 18, 2024

ESSENTIAL FACT

**AGUAS ANDINAS S.A.
Securities Registration No. 0346**

**Ms.
Solange Bernstein
President
Financial Market Commission
Present**

Dear Madam:

Pursuant to the provisions of Articles 9 and the second paragraph of Article 10 of Law 18,045, as well as in General Rule No. 30 of the Financial Market Commission, we hereby communicate, as an essential fact regarding the Company, its business, its publicly offered securities or the offering thereof, the following:

According to the provisions of Article 10 of the Decree with Force of Law (D.F.L.) MOP No. 70/1988, Sanitation Services Tariffs Law, and Article 6 of D.S. MINECON No. 453/1989, Regulations of the Sanitation Services Tariffs Law, within the framework of the Eighth Tariff Process of Aguas Andinas S.A. in which the Superintendency of Sanitation Services (the "SISS") and the Company are parties, the tariff level for the five-year period 2025-2030 has been established through an agreement sanctioned by the Superintendency of Sanitation Services as of this date.

In accordance to the established provisions, the tariff level agreed as of December 31, 2023 (reference date established in the Tariff Bases set by the SISS), amounts to a Total Net Long-Term Cost (TNLTC) of CLP 576,982 million, which represents an upward variation of 5% compared to the tariffs agreed for the five-year period 2020-2025 for the services and standards in effect. The new tariffs will be phased in over time, starting on March 1, 2025 (+3%), then on December 1, 2025 (+1%) and finally on March 1, 2026 (+1%).

Tariffs are contemplated for additional works that will be part of the company's development program, to be built within the next five-year period, aimed at addressing drought and other effects of climate change, and will be applied with its entry into operation, for a total amount of TNLTC of CLP 40,677 million.

For a better understanding of the agreed tariff regime, Article 4 of the Sanitation Services Tariffs Law defines the TNLTC as the constant annual value required to cover the efficient operating and investment costs of an optimized replacement project for the concessionaire, designed to meet the demand, consistent with a net present value of such project equal to zero, over a horizon of no less than 35 years. In short, this concept corresponds to the revenues (under a theoretical demand) of a sanitation company, which have been discounted from the replacement value of the concessionaire's investment project, that part corresponding to the networks and facilities provided by third parties. The aforementioned values correspond to the collection from current services (TNLTC) obtained by applying the updated annual demand for the years 2025-2030 to the new tariffs agreed and indexed as of December 31, 2023.

It should be noted that it is not possible to accurately determine the magnitude of the impact the new tariffs will have on the Company's financial statements, since this tariff regime is only one of the many elements that contribute to determine the results of each fiscal year, considering other factors such as potable water consumption, costs, expenses, the applicable indexing formula, among others.

Finally, the established tariff formulas will be set by decree of the Ministry of Economy, Development and Tourism, which must be published in the Chile's Official Gazette prior to their effective date, that is March 2025.

With the highest consideration,

Daniel Tugues Andrés
Chief Executive Officer

c.c.: Bolsa de Comercio de Santiago
Bolsa Electrónica de Chile
Fitch Ratings, Clasificadora de Riesgo
ICR Clasificadora de Riesgo
Banco de Chile