



Santiago, December 20, 2024

ESSENTIAL FACT

AGUAS CORDILLERA S.A.
Registration No. 170
Registry of Reporting Entities (Law No. 20,382)

Ms.
Solange Bernstein
President
Financial Market Commission
Present

Dear Madam:

In accordance with the provisions of Articles 9 and the second paragraph of Article 10 of Law 18,045, as well as General Regulation No. 30 of the Financial Market Commission, this letter serves to report the following essential fact regarding the Company, its business, its publicly offered securities, or their offering:

Pursuant to Article 10 of D.F.L. MOP No. 70/1988, the Water Services Tariff Law, and Article 6 of D.S. MINECON No. 453/1989, the Regulation of the Water Services Tariff Law, within the framework of the Eighth Tariff Process for Aguas Cordillera S.A., involving the Superintendence of Sanitation Services (the "SISS") and the Company, the tariff levels for the 2025-2030 five-year period were formalized in a signed agreement with the SISS yesterday.

As per the agreement, the tariff level as of December 31, 2023 (the reference date established in the tariff bases set by the SISS), corresponds to a Net Long-Term Total Cost (NLTTTC) of \$57,285 million, representing a 12% increase compared to the current tariffs for the 2020-2025 five-year period for the agreed services and standards. Until October 31, 2025, the Company will apply a discount equivalent to MM\$1,023, thereby partially foregoing the application of the maximum prices to be established in the tariff decree for the specified amount and period. Additionally, from November 1, 2025, to April 30, 2026, the said discount will be reduced to MM\$511. Starting May 1, 2026, the maximum prices will apply.

Tariffs have been established for additional production security works to address extreme turbidity events, which will be part of the Company's development program and constructed within the next five years. These tariffs will apply upon the operational launch of such works, with a total NLTTTC amounting to \$1,023 million (San Antonio-San Enrique Potable Water Pumping and **Booster Station**).

Furthermore, tariffs for the Alternative Supply Plan have been agreed upon, which will come into effect once it is implemented, with a total NLTTTC of \$77 million.

To better understand the agreed tariff regime, Article 4 of the Water Services Tariff Law defines NL TTC as the constant annual value required to cover the efficient operating costs and the investment costs of an optimized replacement project of the concessionaire, designed to meet demand, consistent with a net present value of zero for the project over a horizon of no less than 35 years. Ultimately, this concept corresponds to the revenue (based on theoretical demand) of a water utility, discounted for the replacement value of the concessionaire's investment project, excluding the portion corresponding to networks and facilities provided by third parties. The aforementioned values represent the revenue from service provision (NL TTC) obtained by applying the updated annual demand for 2025-2030 to the newly agreed and indexed tariffs as of December 31, 2023.

It should be noted that it is not possible to precisely determine the impact of the new tariffs on the Company's financial statements, since this tariff regime is merely one among many factors that contribute to determining the results for each fiscal year. Other factors include potable water consumption, costs, expenses, and the applicable indexation formula, among others.

Finally, the tariff formulas established will be set by a decree of the Ministry of Economy, Development, and Tourism, and must be published in Chile's Official Gazette before taking effect in June 2025.

With the highest consideration,

Eugenio Rodríguez
Chief Executive Officer

cc: Bolsa de Comercio de Santiago
Bolsa Electrónica de Santiago