

## BACKGROUND INFORMATION ON 2021 ORDINARY SHAREHOLDERS' MEETING

### AGUAS ANDINAS S.A

In accordance with the provisions of Article 59 of the Corporations Law, this document contains a summary of the matters that will be submitted to the knowledge and approval of the shareholders at the Ordinary Shareholders' Meeting of the Company, to be held on April 21 at 10:00 a.m., at Avda. Presidente Balmaceda 1398, Santiago, also implementing remote access to said Meeting through a virtual platform, all in accordance with what was agreed by the Board of Directors of the Company in an ordinary meeting held on March 24, 2021.

The table of the Annual Shareholders' Meeting will be as follows:

1. Examination Report of the external auditors, pronouncement on the Annual Report, balance sheet and financial statements corresponding as of 2020.
2. To agree on the distribution of profits and dividends of 2020.
3. Information on related operations.
4. Designate Independent External Auditors.
5. Designate Risk Classifiers.
6. To fix remuneration of the Board of Directors for 2021.
7. To account for expenses of the Board of Directors during the previous fiscal year.
8. To fix the compensation and expense budget of the Committee of Directors for 2021.
9. Account of the activities and expenses of the Committee of Directors during the past fiscal year.
10. To determine the Santiago daily in which notices of ordinary and extraordinary shareholders' meetings will be published, and other matters of interest to the shareholders.
11. Other matters of social interest and of the board's competence.

The following are the various proposals that the Board of Directors will present to the Board:

- Annual Report. The Board of Directors has approved the text of the annual report for the year 2020 (available at <https://www.aguasandinasinversionistas.cl/es/informacion-financiera/memorias>), and the Committee of Directors has approved the external auditors' report, balance sheet and financial statements.
- Distribution of net income for the year. It is proposed to distribute the net income for the year 2020, which amounts to Th\$98,691,667,661, excluding the result from the sale of assets, net of taxes and the interim dividend paid on December 18, 2020 for an amount of Th\$64,799,841,044, leaving an amount to be distributed of Th\$26,745,236,392. It is noted for the record that in view of the interim dividend paid in December 2020, equivalent to 65.66% of the total profits obtained in the 2020 fiscal year, the profit to be distributed amounts to Th\$65,181,419,712, corresponding to Th\$26,745,236,392 to the 2020 fiscal year (additional dividend) and Th\$38,436,183,320 to retained earnings (eventual dividend), which will mean a final dividend of \$10.65236 per share, which will be payable from May 18, 2021.

It is noted that after payment of the final dividend, the balance of earnings pending of distribution amounts to Th\$97,314,104,945.

- Transactions with related persons. The Board will be informed of the transactions contemplated in Title XVI of Law No. 18,046, which were approved by the Board of Directors during 2020.

All these transactions, within the framework of the Company's customary policy, were approved unanimously by the members of the Board of Directors present and were favorably and previously reported by the Committee of Directors, as stated in the Annual Report issued by the aforementioned Committee.

- i. Session No. 502 of February 26, 2020: (a) Partial allocation to Suez Advanced Solutions Chile Limitada of the Public Bidding for the Supply of Parts and Accessories for Potable Water and Sewage Networks of Aguas Andinas and Subsidiaries, in two specific items of the families of materials tendered, for a total amount of Th\$310,643,288. (b) ICARE membership for the year 2020 for 2,500 *unidades de fomento*. (c) Donation to Comunidad Mujer for Th\$20,000,000.
- ii. Session No. 505 of May 20, 2020: Extension for 6 months (until February 28, 2021) of the contract held with Suez Advanced Solutions Chile Limitada for the Virtual Office Platform and Portal Inmobiliario of Aguas Andinas and Aguas Andinas Group companies, applying the current tariff of 840 *unidades de fomento* per month until its new expiration.
- iii. Session No. 506 of June 24, 2020: (a) Renewal of the licensing contracts of the AquaCIS system with Suez Advanced Solutions Chile Limitada, considering that it is the sole and exclusive supplier for Chile. The licensing has a value of 0.035727337 UF/customers and the maintenance of the licenses has a price of 0.002679333 UF/customers. (b) Donation to Fundación Astoreca consisting of 115 desktop computers, without keyboard and monitor, retired due to seniority in the Company. The book value is \$1 per computer.
- iv. Session No. 507 of July 22, 2020: (a) Contract between the subsidiaries Análisis Ambientales S.A. and Gestión y Servicios S.A. for the supply and storage of laboratory materials. It is a contract for 3 years, extendable for one more year, at unit prices, with an annual value of approximately 6,000 *unidades de fomento*, which will produce a consolidated saving of approximately 1,250 *unidades de fomento*. (b) Modifications to the agreements with Eléctrica Puntilla S.A. and Sociedad Canal del Maipo, for the purchases of raw water flows from the Maipo River and lower generation corresponding to the last quarter of 2019 until August 2020; necessary for drought management, maintaining the current prices. (c) Reimbursement of expenses incurred by Suez Spain on behalf of Aguas Andinas for the invitation of Chilean journalists and executives to COP 25, for the amount of 42,699.31 Euros.
- v. Session No. 510 of October 21, 2020: (a) Allocation of the Laboratory Contract to Análisis Ambientales S.A., resulting from a public bidding process, for the annual amount of 106,262 *Unidades de Fomento*, and for a period of 5 years. (b) Sponsorship of the Online Forum "Public Policies to guarantee access to water. Desalination and reuse, solutions for Chile" carried out by the Latin American Association of Desalination and Water Reuse (ALADYR), for the amount of US\$ 9 thousand.
- vi. Session No. 512 of December 16, 2020: (a) Approval of the La Farfana Wastewater Treatment Plant Deodorization Project, submitted by SUBIAN under the Biofactories Contract signed between the parties in 2017, to be developed prior compliance of certain conditions. (b) Extension of the current policy of the civil liability insurance contract for managers and executives with the insurance company Orion for 1 month under the current conditions and coverages, and with a price equivalent to US\$ 28,681 per application of the monthly proration of the term extension. (c) Allocation of the public bidding for the civil liability insurance for managers and executives for 2021 to the insurance company Orion which bid with the broker Marsh for an annual premium of US\$ 282,225 and contracting of the Additional Discovery Period of 5 years of the current Primary Policy with an annual cost of US\$ 56,873 (US\$ 284,367 in the 5-year term). (d) Optional extension contemplated in the bidding conditions of the contract awarded to Suez Medioambiente Chile S.A. in 2017 for the upgrade of the Operational Control Center. The contract extension for the maintenance of the Operational Control Center for 3 years has a total cost of UF 44,346.

External Auditors. In accordance with the provisions of the Financial Market Commission (CMF), the Board of Directors has requested quotations from the main external auditing firms in the

country, EY and Deloitte. Both companies are among the most important in the national and international market, have extensive experience in the country and international support, have audited or audit companies in the sanitary industry, meet the conditions of independence, experience and sufficient path to perform the function to be entrusted and are registered in the Register of External Audit Companies of the CMF, therefore, accredited before the supervisory body.

The main differentiating factor of the proposals received refers to the value of the services offered, with the economic proposal submitted by EY being lower than that of Deloitte.

It should be noted that EY is the external auditor of the Company and its subsidiaries since 2011 and currently audits the Company's parent companies (Suez Spain and Suez), thus showing experience in this area. It is noted that the partner in charge of the audit, Mr. Luis Martínez, has been performing this function since 2019.

Consequently, the following companies will be proposed to the Shareholders' Meeting as external auditors for 2021, in the following priority order: (1) EY and (2) Deloitte. It is hereby noted that this proposal is consistent with the proposal made to this effect by the Committee of Directors.

Risk Classifiers. It shall be proposed to the Ordinary Shareholders' Meeting to designate the firms ICR Chile and Feller-Rate as risk classifiers of the Company's securities, in view of their path and prestige in the sector. The foregoing in accordance with the proposal made to that effect by the Directors' Committee.

- Remunerations of the Board of Directors for the current fiscal year. It will be proposed to maintain the remunerations received during the last fiscal year, i.e.:
  - For fixed remuneration: 100 *unidades de fomento* per month for the Chairman, 75 *unidades de fomento* per month for the Vice-Chairman and 70 *unidades de fomento* per month for regular and alternate directors;
  - For attendance to each meeting: 80 *unidades de fomento* for the Chairman; 60 *unidades de fomento* for the Vice-Chairman; 20 *unidades de fomento* for regular directors and for alternate directors, only when they replace the regular directors.

In turn, it is proposed to establish the following remuneration for the participation of the members of the Board of Directors in various Committees established for the management or control of the Company, except for the Committee of Directors of Article 50 bis of Law No. 18,046 on Corporations, which has its own remuneration established by the Shareholders' Meeting:

- Remuneration for participation in Committees: 20 *Unidades de Fomento* to each director for each effective participation in the respective Committee, with a limit of 4 sessions per year. In the case of alternate directors, they will only receive the aforementioned remuneration if they replace the respective director.
- Expenses. It is hereby noted that the Board of Directors incurred in expenses amounting to Th\$3,926,090 during fiscal year 2020.
- Remuneration and expense budget of the Committee of Directors for the current fiscal year. It will be proposed to maintain the current remunerations, i.e.:
  - For fixed monthly remuneration: 25 *Unidades de Fomento*;

- For remuneration for attendance to each meeting: 20 *unidades de fomento*. In the case of alternate directors, they will only receive this remuneration when they replace the respective director.

Regarding to the expenses budget for its operation, the amount of 3,000 *Unidades de Fomento* will be proposed.

Regarding the expenses incurred by the Committee and its activities, which are matters to be reported to the Ordinary Shareholders' Meeting, it is noted that the activities carried out during the past fiscal year are those contained in the annual report issued by the Committee. Likewise, the expenses of the Committee of Directors during the previous fiscal year amounted to Th\$39,597,909, corresponding to the fees of the Committee's secretary and the hiring of technical advisors.

- Daily. Regarding the determination of the Santiago daily in which notices of shareholder meetings and other matters of interest to the shareholders will be published, El Mercurio daily will be proposed to the Board.

Santiago, April 2021.