

1Q20 FIRST QUARTERLY DISTRIBUTION OF 2020 OF CFE FIBRA E SUSTAINED ANNUAL GROWTH OF THE INSTRUMENT

The instrument showed a 3.11% increase in the distribution per CBFE compared to the first quarter of 2019 (1Q2019), even though this distribution covers the seasonal period with the lowest energy demand in the country.

Mexico City, March 23, 2020.- CFECapital S. de R.L. de C.V. announces the distribution corresponding to the first quarter of 2020 (1Q20) to be paid on March 31, 2020. According to regulation, this announcement was published on March 20 of the current year, through *EMISNET*¹.

The collection period for this distribution comprises 13 weeks, from December 1, 2019 to February 29, 2020, which covered the Minimum Quarterly Distribution (MQD) and there is a pro rata distribution for every holder, resulting in a distributed **amount of 0.6338 MXN pesos per CBFE**² for both series (FCFE18 and FCFE18-2).

The main highlights of this distribution are listed below:

- Due to the seasonality in Mexico power consumption, this distribution corresponds to the lowest electricity consumption period of the year, nonetheless, in comparison to the same period of the previous year, **the distributed amount increased 3.11%**.
- **The average weekly revenue of this period increased 4.30% compared to the equivalent period of 2019**, this rate is composed by the increase in the regulated tariff of 0.98%³ and the increment of consumption of electricity.

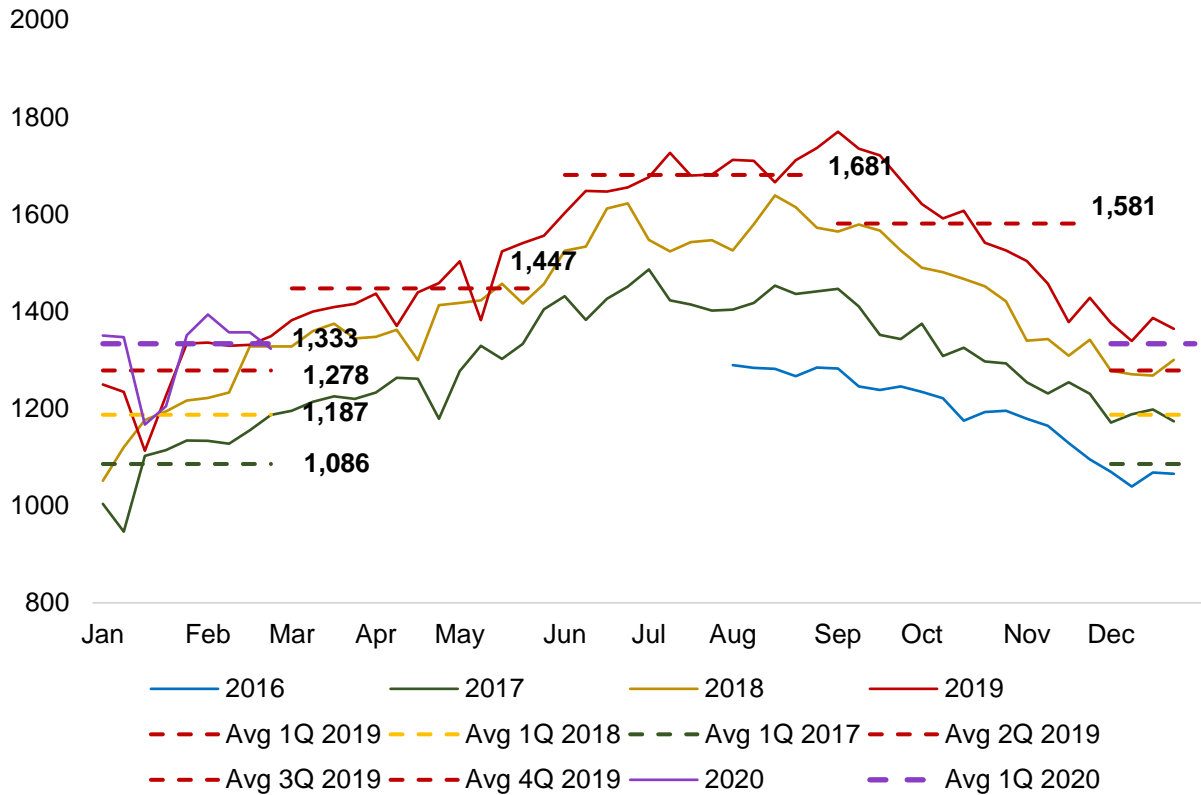
¹ El Sistema Electrónico de Comunicación con Emisoras de Valores de la Bolsa Mexicana de Valores

² Certificado Bursátil Fiduciario de Inversión en Energía e Infraestructura (CBFE)

³ Simple average of the electricity tariffs, page 13 of Resolution No. A/039/2019 of the *Comisión Reguladora de Energía*.

(<http://drive.cre.gob.mx/Drive/ObtenerAcuerdo/?id=YWNmYTYyYmQtYWZmMy00OWIzLTc1My1hZDY0ODkzODRiMWU=>)

Chart 1. Weekly revenues from CENACE⁴
Million Mexican pesos (MXN)



Source: Account Balance of the Promoted Trust (March 2020).

Note: Distribution of the First Quarter of 2020: December 1, 2019 to February 29, 2020. Distribution of the Fourth Quarter of 2019: September 1 to November 30. Rounded Figures.

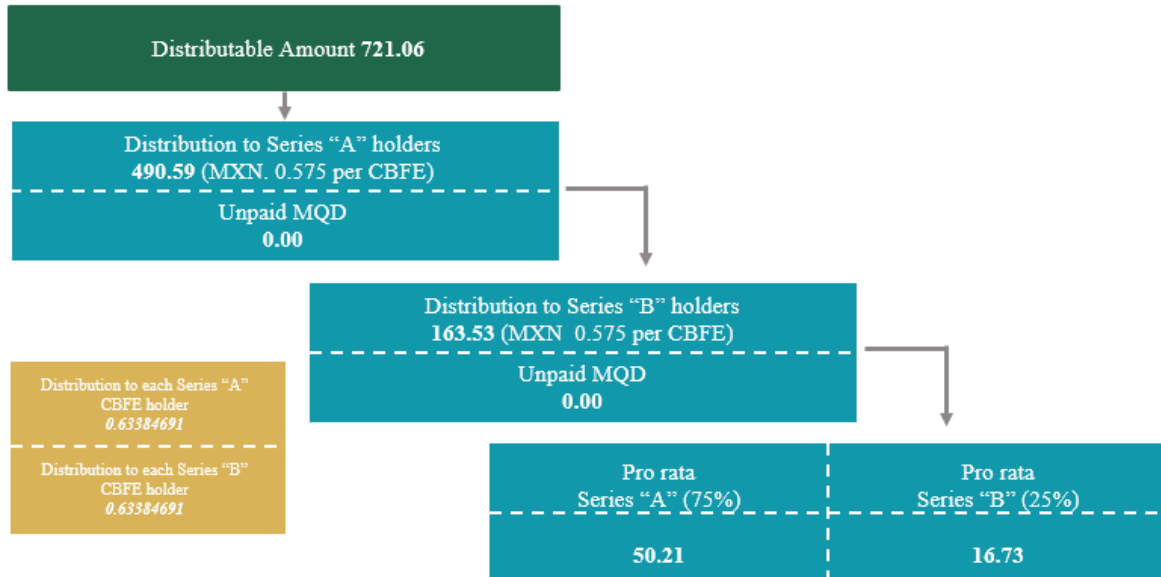
- During this quarter, the *Comisión Federal de Electricidad (CFE)* started the construction of the *Línea de Transmisión Regiomontano – San Roque*, located in Guadalupe, Nuevo León, which meant a 776 million of pesos (MXN) investment on the National Transmission Grid for a 4.5 km section.
- In the *PRODESEN 2019-2033*⁵ the gross energy consumption is constituted, it integrates the basic supply, qualified supply, among others. The estimate in the planning scenario shows an average annual growth rate (AAGR) of 3.0%, for the high scenario of 3.5% and the low scenario of 2.7%.

⁴ Centro Nacional de Control de Energía (CENACE), independent operator and collector

⁵ Page 71 of the *Prospectiva del Sistema Eléctrico Nacional (PRODESEN)*

(<https://www.cenace.gob.mx/Docs/Planeacion/ProgramaRNT/Programa%20de%20Ampliacion%20de%20la%20RNT%20y%20RGD%202019%20-%202033.pdf>)

Distribution composition of CFE FIBRA E 1T20
 Million Mexican pesos (MXN)
Distributed amount 1Q 2020



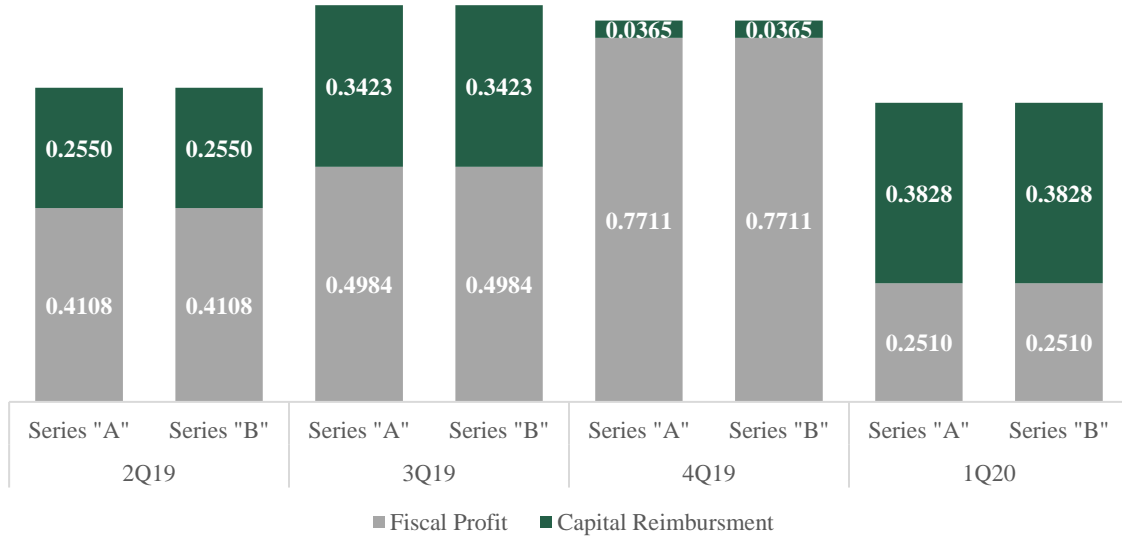
Note: Value per CBFE in pesos (MXN)
 Source: CFECapital (2020).

- In accordance with the distribution policy⁶, the amount to be distributed will allow CFECapital to pay all holders the Minimum Quarterly Distribution (DTM) of \$0.5750 MXN per certificate, plus a pro-rata distribution of \$0.03968, since there is no unpaid MQD in prior periods.
- CFECapital maintains a complete distribution policy, by distributing the cash reserve of the general account⁷.
- In order to maintain the fiscal benefits of the "FIBRA E" regime and in follow-up to the note of the distribution from the previous quarter (4Q2019), the adjustment was made to the share of capital reimbursement as shown in "Chart 2". This decision was approved by the Technical Committee of the Issuer's Trust on the 12th Session, which took place on March 18, 2020.

⁶ Page 93 of the Placement Prospectus (<http://cfecapital.com.mx/wp-content/uploads/2018/05/III-El-FideicomisoEmisor.pdf>), page 58 of the Offering Memorandum (<http://cfecapital.com.mx/wp-content/uploads/2018/05/OfferingMemorandum-FCFE18.pdf>).

⁷ In accordance with sections 5.07 and 6.02 of the Issuing Trust Agreement (<http://cfecapital.com.mx/wp-content/uploads/2018/05/IXAnexos.pdf>, pages 40 and 45).

Chart 2. CFE FIBRA E distributions per certificate for both Series holders
 Mexican pesos (MXN)



Source: CFECapital (2020).

Note: CFE FIBRA E distribution strategy is approved by its Technical Committee and it is determined based on the fiscal requirements for Mexico Income Tax Law. Rounded figures