



THIRD QUARTERLY DISTRIBUTION OF 2020 OF CFE FIBRA E

## **Solid distribution of FCFE18 with the gradual reopening of industrial activity**

During the current distribution period, electricity consumption reached the highest levels of the year, which were consistent with the seasonality of the Mexican electricity market. This distribution reflects the performance of the electricity transmission sector during the reopening of different productive sectors of the economy, where CFE's FBIRA E has shown stability in the face of the national recession. The amount to be distributed for both Series is \$0.809568 Mexican pesos (MXN), which includes a prorated distribution, in addition to the Minimum Quarterly Distribution

**Mexico City, September 24, 2020.-** CFECapital S. de R.L. de C.V. has announced the distribution of CFE FIBRA E, corresponding to the third quarter of 2020, which will be effective to investors on September 30 of the current year. In accordance with regulation, the announcement was published through EMISNET<sup>1</sup>.

The collection period comprises 13 weeks of operation -corresponding to the months of June, July and August- and as mentioned previously, it considers a total distribution of \$0.809568 MXN/CBFE<sup>2</sup> for both Series (FCFE18 and FCFE18-2).

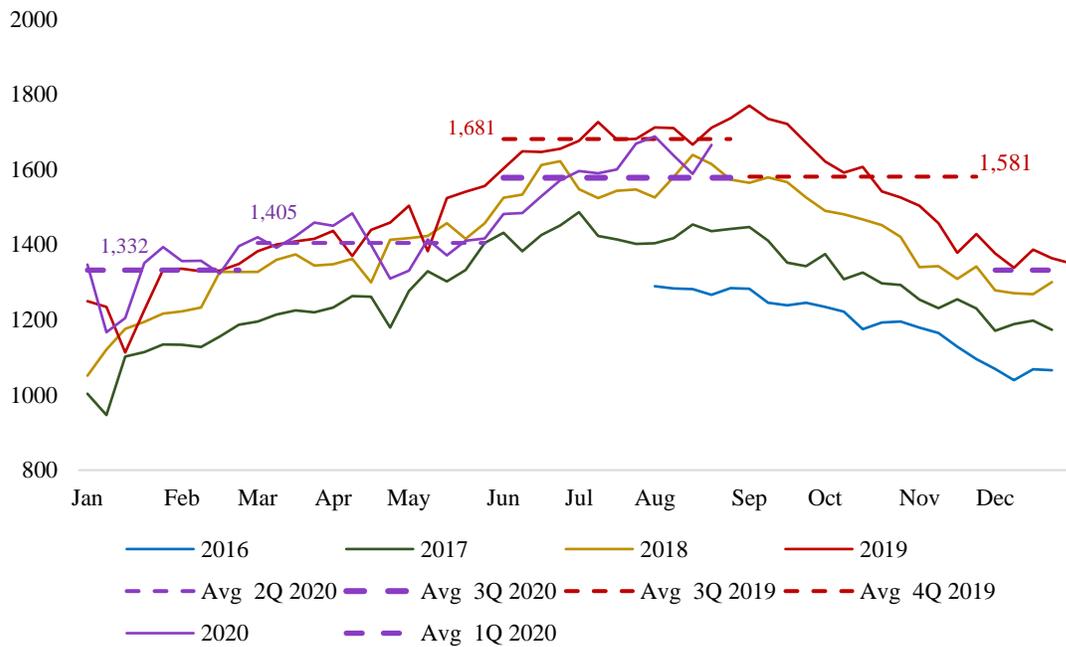
The highlights of the distribution, and its composition, are detailed below:

- The average weekly rights, corresponding to the charge for the electric transmission service, behaved according to the seasonality of the sector and presented an increase of 12.3% in relation to the previous quarter.
- The impact caused by the pandemic has been adverse for the national economy, however, the electric transmission sector has shown stability accompanied by the gradual reopening of commercial, industrial and service activity.
- As a result, the distribution shown an increase of 15.91% compared to the previous quarter, and a decrease of 3.70% compared to 3Q19, which we consider positive given the national recession
- During the quarter, Banxico's benchmark rate decreased twice, standing at 4.5%, which makes the implicit yield offered by FIBRA E very attractive

<sup>1</sup> Sistema Electrónico de Comunicación de Emisoras de Valores de la Bolsa Mexicana de Valores (BMV).

<sup>2</sup> Certificado Bursátil Fiduciario de Inversión en Energía e Infraestructura.

**Graph 1. Weekly revenues from CENACE<sup>3</sup>.**  
(Million MXN)

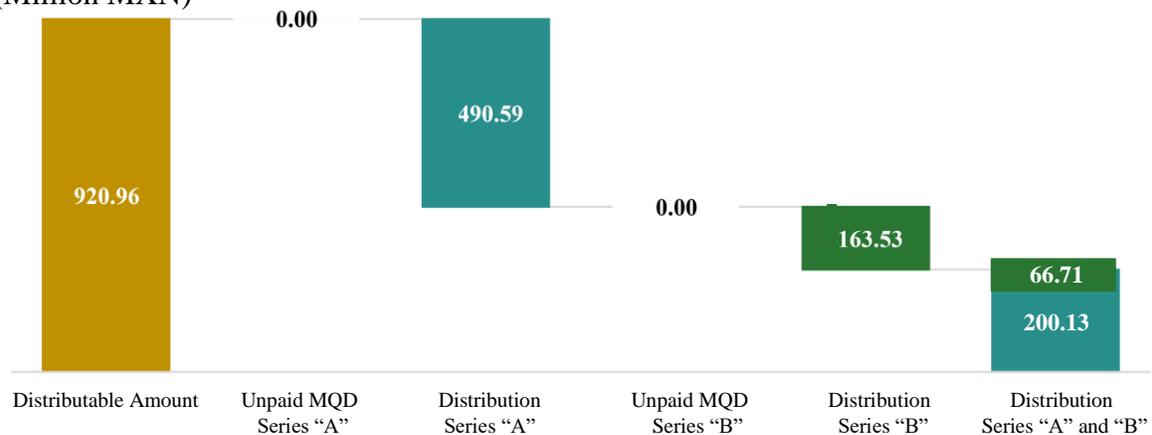


Source: Account Balance of the Promoted Trust (Up to August 31, 2020).

Note: Distribution of the Second Quarter of 2020: March 1 to May 31. Distribution of the Third Quarter of 2020: June 1 to August 31. Rounded Figures.

- In accordance with the distribution policy, the amount to be distributed will allow CFECapital to pay all holders the Minimum Quarterly Distribution (MQD) of \$0.5750 Mexican pesos per certificate, plus a pro-rata distribution of \$0.231598 Mexican pesos for both Series, as shown in graph 2.

**Graph 2. CFE FIBRA E 2020 distributions comparisons**  
(Million MXN)



Source: Presentation from the Technical Committee of the Issuer Trust (September 2020). All information includes VAT, all information in million MXN.

<sup>3</sup>Centro Nacional de Control de Energía (CENACE), independent operator and payment collector.



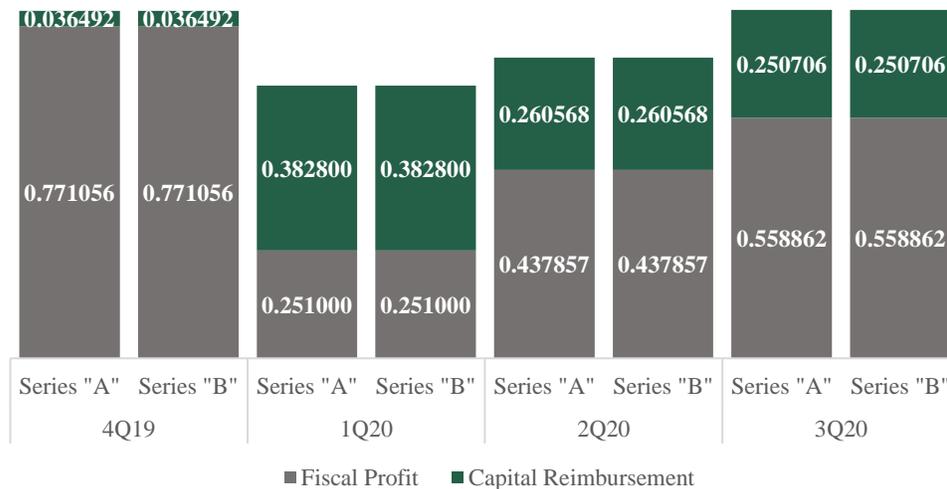
**Table 1. Distribution Breakdown**  
(Million MXN)

Distribution to CFE Fibra E (6.776103%)	930.34
Restitution to reserve fund <sup>1</sup>	(11.16)
Interests from last period	1.78
<b>Distribution amount to CFE FIBRA E holders</b>	<b>920.96</b>

Source: Presentation from the Technical Committee of the Issuer Trust (May 2020). All information includes VAT, all information in million MXN.

- CFECapital maintains a complete distribution policy<sup>4</sup>, by distributing the cash reserve of the general account<sup>5</sup>, in accordance with the strategy of complying with the requirement of distributing at least 95% of fiscal profits.

**Graph 3. CFE FIBRA E distributions per certificate for both Series holders**  
(MXN)



Source: Presentation from the 11<sup>th</sup>, 12<sup>th</sup>, 14<sup>th</sup> and 15<sup>th</sup> Session of the Technical Committee of the Issuer Trust (2019 and 2020).

<sup>4</sup> Page 93 of the Offering Memorandum -in Spanish- (<http://cfecapital.com.mx/wpcontent/uploads/2018/05/III-ElFideicomiso-Emisor.pdf>), page 58 of the Offering Memorandum -in English- (<http://cfecapital.com.mx/wpcontent/uploads/2018/05/Offering-Memorandum-FCFE18.pdf>).

<sup>5</sup> According to sections 5.07 and 6.02 of the Issuer Trust Contract (<http://cfecapital.com.mx/wpcontent/uploads/2018/05/IX-Anexos.pdf>, pages 40 and 45).



Relevant events for CFE during 3Q20:

- Reaffirming its social commitment as a productive firm of the State, on June 9 of the present year, the Federal Electricity Commission announced that the support to Mexican families -during the confinement due to the pandemic- amounted to 3 thousand 799 million pesos until May.
- On July 21, through a press release by CFE, the approval of the “*Fideicomiso Maestro*” was announced, which is an investment vehicle that will provide financial independence to the State Company.
- It was announced that, as of August, 19, CFE has prevented more than 4.7 million customers from losing the subsidy for the payment of electricity during the pandemic
- The electricity transmission sector already has several approved investment projects, which will be included in the PRODESEN 2020-2034.