

SECOND QUARTERLY DISTRIBUTION OF 2020 OF CFFE FIBRA E

Instrument shows resilience and growth consistency in the face of the pandemic boom

This distribution period covers 13 weeks of operation and summarizes the defensive behavior of the sector, as well as the sustained growth of the instrument. This announcement is relevant, as it reflects the performance of the electricity transmission business during the period of confinement generated by pandemic. It is important to mention that once the adverse effects are over, the expectations on transmitted energy volume will increase abruptly. On the other hand, CFE FIBRA E has proved power to exceed the national recession and shows a very defensive structure with an attractive return on investment.

Mexico City, June 26, 2020.- CFECapital has declared the quarterly distribution of CFE FIBRA E, corresponding to the second quarter of 2020 (2Q2020), which will be paid on June 30th of the current year. In accordance with the regulation, this was published through EMISNET¹.

The collection period compacts 13 weeks of operation and considers the months of March, April and May. This distribution contemplates the Minimum Quarterly Distribution, and a surplus distributed proportionally to all holders, resulting in an amount of \$0.6984 Mexican pesos per CBEF² for both Series (FCFE18 and FCFE18-2).

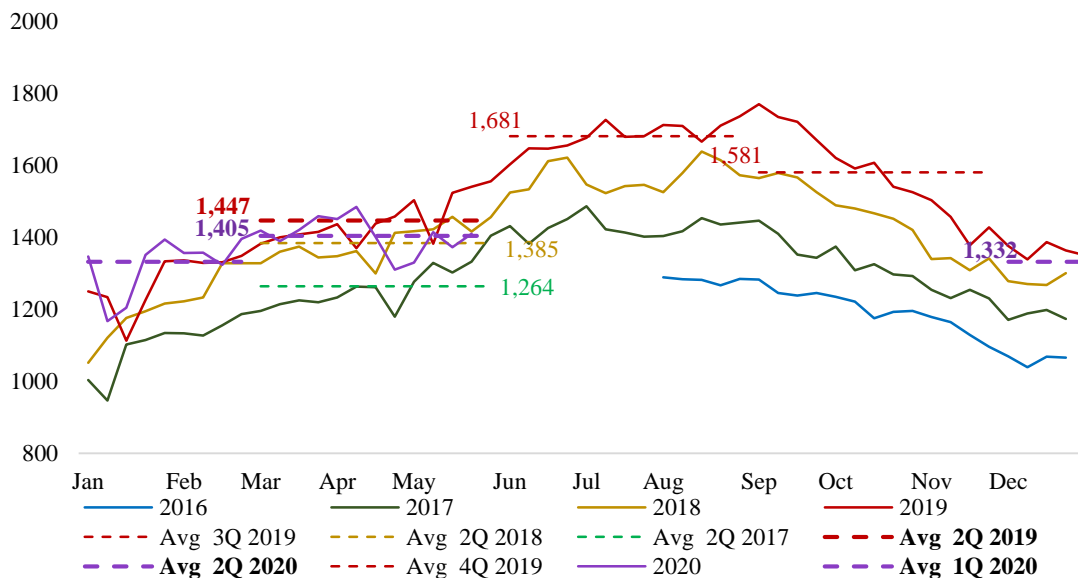
The most important aspects of the distribution, as well as the composition, are described below:

- During the current quarter, the instrument showed a 2.96% decrease in average weekly collection rights compared to the equivalent period of the previous year. However, there was a reduction in CFE *Transmisión* expenses during the confinement stage, which was proportionally greater than the decrease in income received during the same period. As a result, the distribution presented an increase of 10.18% compared to 1Q2020 and, compared to 2Q2019, an increase of 4.9%

¹ Sistema Electrónico de Comunicación de Emisoras de Valores de la Bolsa Mexicana de Valores (BMV).

² Certificado Bursátil Fiduciario de Inversión en Energía e Infraestructura.

Graph 1. Weekly revenues from CENACE.³
(Million MXN)

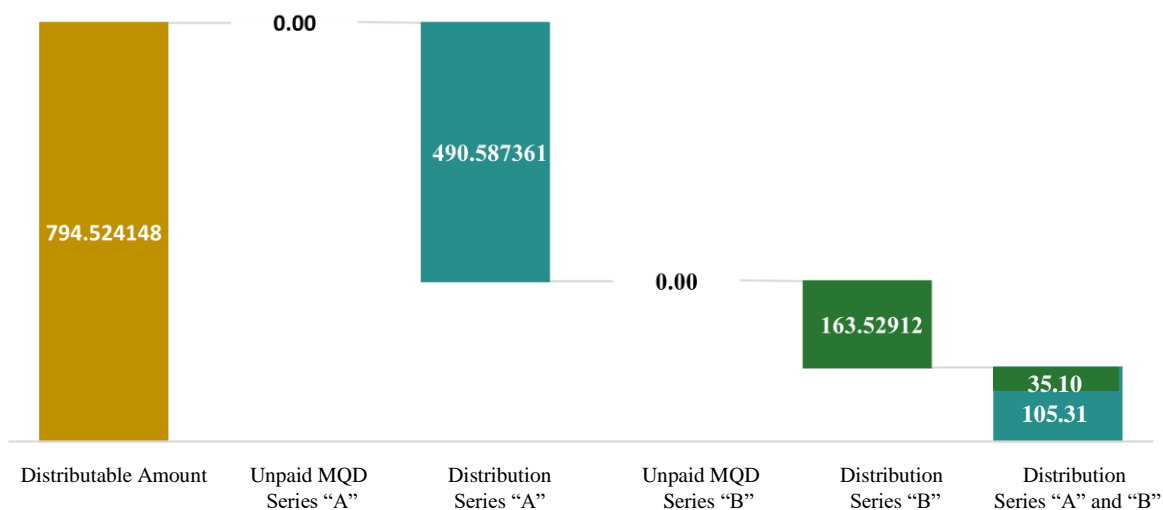


Source: Account Balance of the Promoted Trust (Up to May 31, 2020).

Note: Distribution of the First Quarter of 2020: December 1, 2019 to February 29, 2020. Distribution of the Second Quarter of 2020: March 1 to May 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 MXN per certificate, plus a proportional distribution of \$0.1234 MXN for both Series, as shown in Graph. 2.

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



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

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

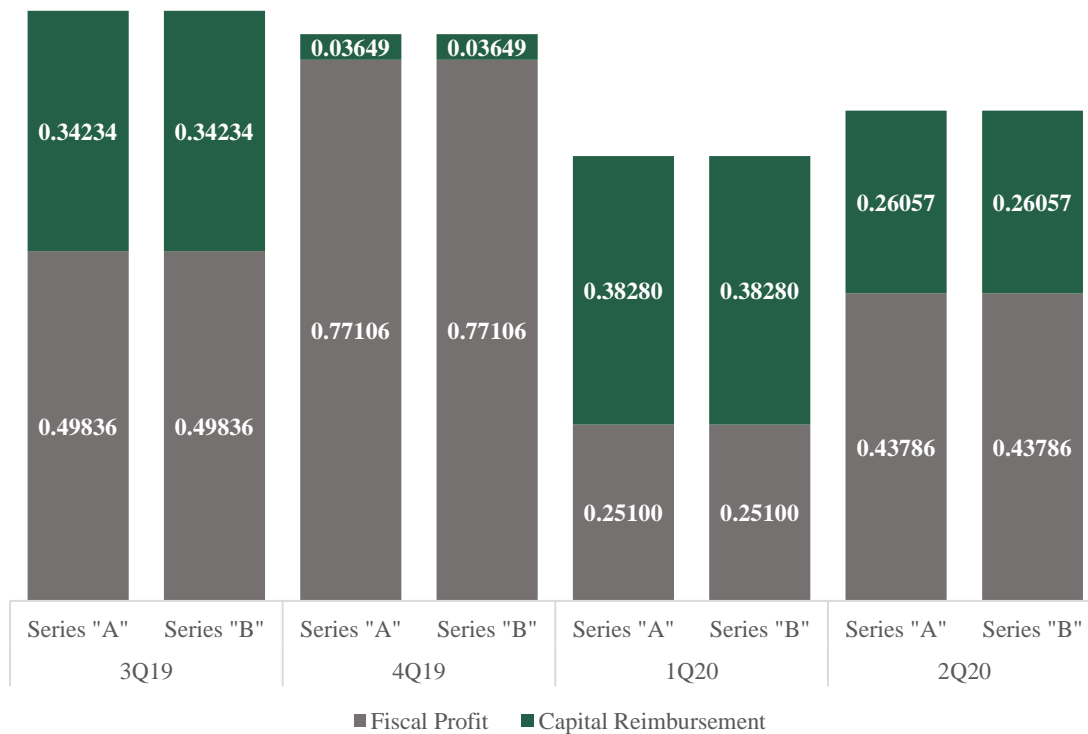
Table 1. Distribution Breakdown
(Million MXN)

Distribution to CFE FIBRA E (6.776103%)	813.43
Restitution to reserve fund	(20.73)
Interests from last period	1.830
Distribution amount to CFE FIBRA E holders	794.52

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

- CFECapital remains a full distribution policy⁴, by distributing the cash reserve of the general account⁵, and is in line with the strategy of complying with the requirement to distribute at least 95% of tax profits

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



Source: Presentation from the 10th, 11th, 12th and 14th Session of the Technical Committee of the Issuer Trust (2019 and 2020).

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

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

Relevant events in regulatory matters during 2Q2020:

- CFE and SHCP issued an agreement, published on April 17, 2020 in the *Diario Oficial de la Federación* (DOF)⁶, which allows domestic users of tariffs 1, 1A, 1B, 1C, 1D, 1E and 1F, to remain in these without considering the increase that are presented in their consumption during the home shelter as a result of the sanitary emergency.
- On April, 29, CENACE issued an agreement to guarantee the Efficiency, Quality, Reliability, Continuity and Security of the National Electric System⁷, due to the recognition of the pandemic generated by virus COVID-19.
- Related to the above, on May 15 2020, SENER published in the *DOF*, the Policy of Reliability, Safety, Continuity, and Quality of the National Electric System⁸.
- At the Extraordinary Session of the Energy Regulatory Commission⁹, held on May 28, 2020, the charges for the transmission service to the holders of Legacy Interconnection Contracts were unanimously approved for generation plants with renewable energy sources or efficient cogeneration. These new charges were published on June 10 in Mexico's *DOF*¹⁰.

⁶http://www.dof.gob.mx/nota_detalle.php?codigo=5591868&fecha=17/04/2020

⁷<https://www.cenace.gob.mx/Docs/MarcoRegulatorio/AcuerdosCENACE/Acuerdo%20para%20garantizar%20la%20eficiencia,%20Calidad,%20Confiabilidad,%20Continuidad%20y%20seguridad%20del%20SEN%202020%2005%2001.pdf>

⁸https://www.dof.gob.mx/nota_detalle.php?codigo=5593425&fecha=15/05/2020

⁹<https://drive.cre.gob.mx/Drive/ObtenerResolucion/?id=Mzc5NGJiYjYtYTtk3YS00OTliLTlwNDIzLTlhY2UwNzJiYTJkNw==>

¹⁰http://dof.gob.mx/nota_detalle.php?codigo=5594800&fecha=10/06/2020