

Publication in the Federal Official Gazette of the Decree that reforms articles 25, 27 and 28 of the Political Constitution of the United Mexican States

Mexico City, Mexico, November 04th, 2024.- CFECapital, S. de R.L. de C.V. in its capacity as Administrator of CFE FIBRA E, the First Energy and Infrastructure Investment Trust specialized in the energy sector in Mexico, informs its investing public of the following:

On October 31st, 2024, the Decree reforming the fifth paragraph of article 25th, the sixth and seventh paragraphs of article 27th and the fourth paragraph of article 28th of the Political Constitution of the United Mexican States was published in Federal Official Gazette (DOF by its initials in Spanish) regarding strategic areas and companies.

With this Decree it is established that:

- The public sector will be exclusively in charge of the strategic areas (generation of nuclear energy, planning and control of the national electrical system, as well as the public service of transmission and distribution of electrical energy, among others)¹ always maintaining the Federal Government the ownership and control over the public agencies and companies of the State that may be established.
- The Nation will be in charge of planning and controlling the National Electrical System, as well as the public service of transmission and distribution of electrical energy; no concessions will be granted in these activities. The laws will determine the way in which individuals could participate in other activities of the electrical industry, which in no case will prevail over the State Public Company, the essence of which is to fulfill its social responsibility and guarantee the continuity and accessibility of the public service of electricity.
- The functions that the State exercises exclusively, among others, the planning and control of the National Electrical System, whose objective will be to preserve the energy security and self-sufficiency of the Nation and provide the people with electricity at the lowest possible price, will not constitute monopolies, to guarantee national security and sovereignty through the State Public Company that is established; as well as the public service of transmission and distribution of electrical energy.

The Decree came into force the day after its publication in the DOF, that is, on November 1st, 2024. Likewise, the Decree establishes that the Congress of the Union will have a period of one hundred eighty (180) calendar days from its entry into force to make the necessary adjustments to the corresponding secondary laws.

By virtue of the commitment to CFE FIBRA E Holders, CFECapital will inform in a timely manner about the adjustments established by the secondary laws that may be linked to the public electric energy transmission service and the operation of the instrument.

¹ Article 28th, fourth paragraph of the Constitution.

https://www.dof.gob.mx/nota_detalle.php?codigo=5742012&fecha=31/10/2024#gsc.tab=0