

## **IEnova reports first-quarter 2018 Financial Results**

- **Adjusted EBITDA increased 15%**
- **Executed long-term contract with Liverpool for 50% of the capacity of a 125 MW solar project with a total investment of US\$130 million**
- **Executed long-term contracts with Chevron and another global oil company for a US\$130 million refined product storage terminal on the coast of Baja California**

Mexico City, April 25, 2018 / IEnova (BMV: IENOVA) reported today first-quarter 2018 financial results.

First-quarter 2018 Adjusted EBITDA was US\$211 million, up 15% from US\$184 million in the same period of 2017. The increase of US\$27 million was mainly due to the November 2017 acquisition of an additional 25% of Los Ramones Norte pipeline, higher margin in the gas segment, higher operational results at the Termoeléctrica de Mexicali power plant and the start of new pipeline operations. This was partially offset by lower power revenue due to wind factor variation compared to the same period of 2017.

Profit for the first quarter of 2018 was US\$128 million, compared with US\$145 million in the same period of 2017. The decrease of US\$17 million was mainly due to exchange rate effects and higher financing costs, partially offset by higher margin in the gas segment.

*"I am pleased with the solid operational results during the quarter and our progress securing US\$260 million of new investments. We executed a long-term contract to supply clean energy to Liverpool, which strengthens our position in the production of clean energy in Mexico. Also, we announced a project to develop a marine terminal in Baja California. We executed long-term contracts for 100% of the terminal storage capacity with two additional world-class refining and fuel marketing companies. These projects continue diversifying our portfolio of customers and are aligned with our growth strategy,"* said Carlos Ruiz Sacristán, Chairman and CEO of IEnova.

### **INTERNET BROADCAST**

IEnova will broadcast a live discussion of its earnings results over the internet on Thursday, April 26, 2018 at 11 a.m. EDT with the company's senior management. Access is available by logging in to the website at [www.ienova.com.mx](http://www.ienova.com.mx). For those unable to log in to the live webcast, the teleconference will be available on replay a few hours after its conclusion by dialing 001 (855) 859-2056 and entering passcode 5288839#.

Amounts are presented in U.S. dollars, the functional currency of the company, except where noted, and in accordance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

IEnova develops, builds, and operates energy infrastructure in Mexico. As of the end of 2017, the company has invested approximately US\$7.6 billion in operating assets and projects under construction in Mexico, making it one of the largest private energy companies in the country. IEnova is the first energy infrastructure company to be listed on the Mexican Stock Exchange.

*This press release contains statements that are not historical fact and constitute forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995. These statements can be identified by words like "believes," "expects," "anticipates," "intends," "plans," "estimates," "may," "will," "would," "could," "should," "potential," "target," "outlook", "depends," "pursue," "goals" or similar expressions, or discussions of our guidance, strategies, plans, goals, initiatives, objectives or intentions. Forward-looking statements are not guarantees of performance. They involve risks, uncertainties and assumptions. Future results may differ materially from those expressed in the forward-looking statements. Forward-looking statements are necessarily based upon various assumptions involving judgments with respect to the future and other risks, including, among others: local, regional, national and international economic, competitive, political, legislative and regulatory conditions and developments; actions by the Mexican Energy Ministry (Secretaría de Energía), the Mexican Energy Regulatory Commission (Comisión Reguladora de Energía), the Mexican Environmental Protection Ministry (Secretaría de Medio Ambiente y Recursos Naturales), Mexican Federal Electricity Commission (Comisión Federal de Electricidad), the California Public Utilities Commission, California State Legislature, Federal Energy Regulatory Commission, U.S. Department of Energy, California Energy Commission, California Air Resources Board, and other regulatory, governmental and environmental bodies in the United States and Mexico; capital market conditions, including the availability of credit and the liquidity of our investments; inflation, interest and exchange rates; the impact of benchmark interest rates on our cost of capital; the timing and success of business development efforts and construction, maintenance and capital projects, including risks inherent in the ability to obtain, and the timing of granting of, permits, licenses, certificates and other authorizations; energy markets, including the timing and extent of changes and volatility in commodity prices; the availability of electric power, natural gas and liquefied natural gas, including disruptions caused by failures in the electric transmission grid, pipeline explosions and equipment failures; weather conditions, natural disasters, catastrophic accidents, and conservation efforts; wars, terrorist attacks and cyber security threats; business, regulatory, environmental and legal decisions and requirements; governmental expropriation of assets and title and other property disputes; the inability or determination not to enter into long-term supply and sales agreements; the resolution of litigation; and other uncertainties, all of which are difficult to predict and many of which are beyond the control of the company. These forward-looking statements speak only as of the date hereof, and the company undertakes no obligation to update or revise those forward looking statements whether as a result of new information, future events or otherwise. These risks and uncertainties are further discussed in the draft prospectus that IEnova has filed with the Mexican National Banking and Securities Commission (Comisión Nacional Bancaria y de Valores). These reports are also available through the Mexican National Banking and Securities Commission's website at [www.cnbv.gob.mx](http://www.cnbv.gob.mx), the Mexican Stock Exchange's website at [www.bmv.com.mx](http://www.bmv.com.mx) and on the company's website at [www.ienova.com.mx](http://www.ienova.com.mx).*

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