

PRESS RELEASE

COSTANERA INCREASED PRODUCTION BY 50% IN 1H 2017

- *Company's investments amounted to 146 million Argentine pesos in the period*

MAIN FINANCIAL HIGHLIGHTS

(Millions of Argentine Pesos, ARS)	Jan/Jun 2017	Jan/Jun 2016	Change
Revenues	1,061	952	11.5%
EBITDA *	338	387	(12.7%)
EBIT	22	189	(88.4%)
Net income	(63)	(34)	(85.3%)
Net debt	164	264 **	(37.9%)
Capex	146	521	(72.0%)

*EBIT before depreciation and amortisation.

** As of December 31st, 2016.

Maurizio Bezzeccheri, Country Manager of Enel in Argentina, said: *"As a result of the investments we are carrying out and the greater efficiency we have achieved, today Enel Generación Costanera's turbines are performing at a higher level, allowing us to increase production by as much as 50% compared with the previous semester, prior to implementing our investment programme."*

Buenos Aires, July 25th, 2017 - The Board of Directors of Central Costanera S.A. ("Costanera") approved its financial results as of June 30th, 2017.¹

- **Revenues** increased mainly due to the higher amount of energy sold (+ 50%) as well as the application of the new tariff scheme following Electricity Secretariat (SEE, from its Spanish acronym) Resolution N° 19/2017, effective as of February 2017.

¹ On October 6th, 2016, the Extraordinary Shareholder's Meeting of the Company approved the amendment of Section 1 of the Bylaws, changing the name of the company from "Sociedad Central Costanera S.A." to "ENEL GENERACION COSTANERA S.A.". - Amendment pending registration.

- **EBITDA** decreased mainly as a result of higher charges due to an increase in salaries, equipment and supplies.



- **EBIT** decreased in line with a lower EBITDA, while depreciation recorded an increase of 59% during 1H 2017 due to the increase in the assets' base as a result of the commissioning of investments.
- **Net Income** also decreased, in line with the decrease in EBIT, partially offset by lower net financial charges resulting from a lower depreciation of the Argentine peso against the US dollar over foreign currency debt.
- **Net debt** was lower mainly due to the increase in cash balances due to higher revenues brought about by higher plant output and the new tariff scheme.
- **Capex** was focused on the maintenance of power generation units, with the purpose of optimizing the plant's availability and reliability. The decrease compared to the previous period is the result of the completion of investments in the combined cycle and turbo steam units at the end of 2016.

MAIN OPERATIONAL INDICATORS

- The energy generated by Costanera during the first quarter of 2017 increased to 4,526 GWh from 3,014 GWh generated during the same period in 2016 (+50 %), as a result of greater plant availability. This increase in plant availability was mainly due to major maintenance carried out in 2016 on both combined cycles, in addition to performing maintenance on the steam turbo units thanks to the revenues from the agreements with CAMMESA for equipment availability.