FitchRatings

Corporates
Electric-Corporate
Chile

Colbun S.A.

Ratings

Long-Term IDR	BBB+
Long-Term Local-Currency IDR	BBB+
National Long-Term Rating	AA(cl)
Senior Unsecured Debt - Long-Term Rating	BBB+
Outlooks	
Long-Term Foreign-Currency IDR	Stable
Long-Term Local-Currency IDR	Stable
National Long-Term Rating	Stable

Click here for the full list of ratings

ESG and Climate

Highest ESG Relevance Scores

Environmental	3
Social	3
Governance	3

2035 Climate Vulnerability Signal: 39

Applicable Criteria

Chilean Equity Rating Criteria (July 2024)

Parent and Subsidiary Linkage Rating Criteria (June 2023)

Corporate Rating Criteria (December 2024)

Sector Navigators – Addendum to the Corporate Rating Criteria (December 2024)

National Scale Rating Criteria (December 2020)

Related Research

Global Corporates Macro and Sector Forecasts — January 2025 (January 2025)

Latin American Electricity Generation — Relative Credit Analysis (Sector Credit Outlook Neutral in 2024) (June 2024)

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Colbun S.A.'s (Colbun; BBB+/Stable) ratings reflect its strong credit profile based on its solid capital structure and ample liquidity. Fitch Ratings expects EBITDA leverage will average 3.1x in 2024-2027, coupled with EBITDA interest coverage above 8.0x. The ratings also reflect the company's solid contracted position, with an average life of seven years for its power purchase agreements (PPAs).

Key Rating Drivers

Strong Credit Profile: Fitch's base case anticipates EBITDA leverage on average slightly above 3.0x during 2024 to 2027, combined with strong EBITDA interest coverage above 8.0x over the rated horizon to cover its consolidated contracted position between 16 and 17 terawatts per year in the same period.

The company's robust credit profile is enhanced by strong financial flexibility with ample liquidity, a well spread debt maturity schedule and a debt service coverage ratio (DSCR) historically exceeding 2.0x and above 5.0x over the rated horizon. This robust financial metric is supported by stable and predictable cash flows generated from long-term PPAs and a diversified energy generation portfolio.

Diversified Asset Base: Fitch believes that Colbun's balanced portfolio of assets is expected to further improve as the company expands into renewables. This expansion will help offset the company's existing exposure to hydrology risk, as 40% to 50% of the company's total power generation is sourced from hydro plants. Fitch's base case assumes hydro production of around 5,500 gigawatt hours (GWh) per year during 2025 to 2028, a more conservative scenario compared to the 7,276 GWh coming from hydro in 2024, that benefited from an improvement in hydrological conditions.

The company's commercial strategy incorporates flexible natural gas supply to its efficient combined-cycle units, with third-party agreements to purchase the fuel at competitive prices, aiming to reduce the risk of spot-market exposure. Colbun is expected to increase the dispatch of its thermal assets in the event of a severe drought to fulfill its contracts.

Solid Contractual Position: Colbun has a strong contracted profile; it has long-term PPAs with an average life of eight years in Chile and six years in Peru. Fitch expects the company to maintain a significant portion of its capacity contracted in the long term, maintaining an exposure to PPAs with non-regulated customers, as it gradually incorporates new PPAs with industrial customers. The ratings reflect Colbun's major plants operating under constructive regulatory environments in Chile and Peru and the company has shown recontracting prospects with similar contractual terms.

Manageable Renewable Capex: Colbun's renewable expansion is expected to affect cash flows in the medium term, but the investment will strengthen its diversified asset base. FCF will remain low to negative through 2025 to 2027, as the company implements its expansion plan in renewables that is tied to a conservative commercial strategy keeping a balance position. Over the rated horizon, Fitch's base case assumes a dividend policy of 50% from the previous year net income, combined with no additional debt, as the company can finance its expansion with internal cash flow generation and its ample liquidity.

National Equity Rating: Fitch rates Colbun's National Equity at 'Primera Clase Nivel 1(cl)' based on the company's solid solvency position and consolidated stock history. As of January 2025, Colbun had a market capitalization of USD2.3 billion with an average volume traded in the last month of USD2.3 million. The stock is part of the 'Indice de Precio Selectivo de Acciones' and has a free float of 40.5% between pension funds and other shareholders.

Financial Summary

(USD Mil.)	2022	2023	2024	2025F	2026F	2027F
Gross revenue	1,974	2,004	1,576	1,446	1,476	1,528
EBITDA margin (%)	37.5	34.4	39.2	44.9	43.0	47.6
EBITDA interest coverage (x)	10.2	9.2	8.2	8.0	7.9	8.9
EBITDA leverage (x)	2.7	2.8	3.4	3.2	3.3	2.9
EBITDA net leverage (x)	1.2	1.4	2.2	2.0	2.4	2.0

F – Forecast.
Source: Fitch Ratings, Fitch Solutions

Rating Derivation Relative to Peers

Colbun's business profile and solid contractual position with PPAs are slightly lower than that of Engie Energia Chile S.A. (BBB/Stable) and AES Andes S.A. (BBB-/Stable). These companies have PPAs averaging more than 10 years. Colbun has a generation mix evenly distributed between hydro and thermal, similar to Enel Generacion Chile S.A. (BBB+/Stable). Both have adequate indexing mechanisms that closely match their generation mix and contracts, which mitigate exposure to fuel price volatility and reduce business risk consistent with the rating category.

AES Andes and Engie Chile mainly concentrate on coal-based units and have less exposure to hydroelectricity generation in Chile. Enel Chile S.A. (BBB+/Stable) has slightly less business risk than its peers due to the integration provided by the generation business under Enel Generacion Chile, the renewable business from Enel Green Power and distribution business under Enel Distribution. Colbun's credit profile is among the country's strongest, with EBITDA leverage around 3.1x and DSCR above 4x.

Colbun has lower scale of operations compared with RWE AG (BBB+/Stable), a large European generation company based in Germany, with a total installed capacity of 34GW, well-diversified asset base and global footprint exposure across western Europe and the U.S.

Rating Sensitivities

Factors that Could, Individually or Collectively, Lead to Negative Rating Action/Downgrade

- A change in Colbun's commercial policy that results in an imbalanced long-term contracted position;
- Pressure from shareholders that could result in a significant increase in dividend payments beyond the company's plan;
- EBITDA leverage consistently above 3.0x, combined with EBITDA interest coverage below 4.5x and debt DSCR consistently above 2.0x;
- Inability to re-contract a significant portion of expiring contracts;
- Debt-financed acquisitions that would cause the company's credit metrics to deteriorate.

Factors that Could, Individually or Collectively, Lead to Positive Rating Action/Upgrade

- Although unlikely in the short term, a positive rating action is possible should the company maintain gross debt to EBITDA consistently below 2.0x, maintaining robust liquidity indicators consistent with the past. Fitch would view Colbun's ability to maintain a long-term contracted position positively.

Liquidity and Debt Structure

Colbun has a solid liquidity position, with USD775 million of cash and cash equivalents as of December 2024, compared with USD60 million of short-term debt. Fitch expects Colbun will maintain strong liquidity driven by cash generation. Liquidity is buoyed by uncommitted credit lines of approximately USD150 million and an unwithdrawn USD100 million from the committed line with BBVA (BBB+/Stable) and Bank of America Corporation (AA-/Stable).

Colbun's debt consists almost entirely of international notes of approximately USD2.0 billion, including USD227 million outstanding notes from Fenix Power Peru S.A. (BBB-/Stable). In November 2024, Colbun issued an additional green loan of USD200 million maturing in 2029. The company has no significant maturities until 2027, which the agency expects will be refinanced during 2025.

ESG Considerations

The highest level of ESG credit relevance is a score of '3', unless otherwise disclosed in this section. A score of '3' means ESG issues are credit neutral or have only a minimal credit impact on the entity, either due to their nature or the way in which they are being managed by the entity. Fitch's ESG Relevance Scores are not inputs in the rating process; they are an observation on the relevance and materiality of ESG factors in the rating decision. For more information on Fitch's ESG Relevance Scores, click here.

Climate Vulnerability Considerations

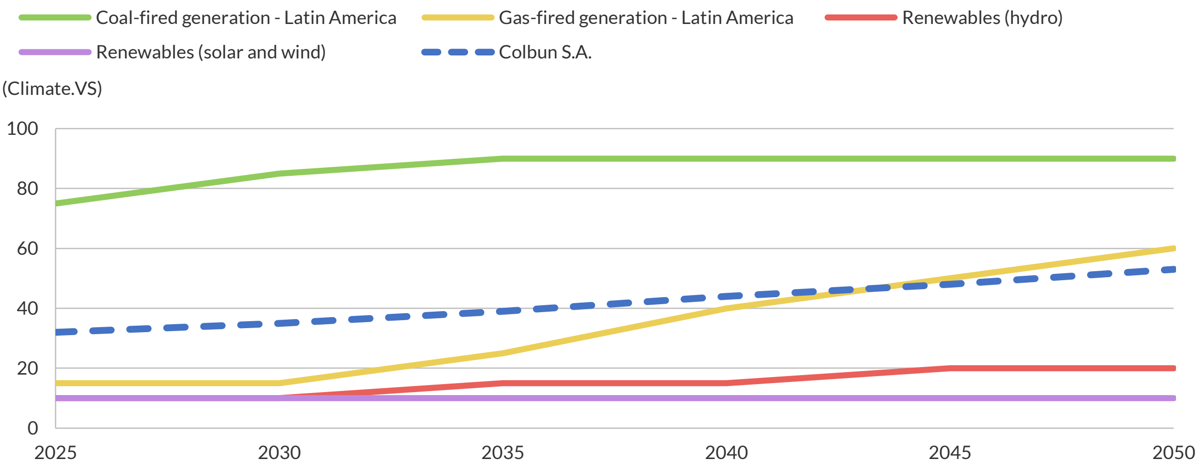
Fitch uses Climate Vulnerability Signals (Climate.VS) as a screening tool to identify sectors and Fitch-rated issuers that are potentially most exposed to credit-relevant climate transition risks and, therefore, require additional consideration of these risks in rating reviews. Climate.VS range from 0 (lowest risk) to 100 (highest risk). For more information on Climate.VS, see Fitch's Corporate Rating Criteria. For more detailed, sector-specific information on how Fitch perceives climate-related transition risks, see Climate Vulnerability Signals for Non-Financial Corporate Sectors.

The 2023 revenue-weighted Climate.VS for Colbun for 2035 is 39 out of 100, which is in line with electric peers relying on hydro and renewables with low exposure to coal. The score reflects potential risks related to policies that require lower carbon emissions over time and encourage reduced usage of fossil fuels in favor of renewable source. The Climate VS reflects the context of lower costs driven by the need for greater focus on reducing emissions and longer-term risks in the context of reduction in demand for fossil fuels as the world transitions toward renewable sources.

For further information on how Fitch perceives climate-related risks in the utilities sector, see Utilities - Long-Term Climate Vulnerability Signals Update.

Climate.VS Evolution

As of Dec. 31, 2024



Source: Fitch Ratings

Liquidity and Debt Maturities

Cash and Maturities Report

(USD Mil.)	December 31, 2023	December 31, 2024
Total cash and cash equivalents	248	573
Short-term investments	783	202
Less not readily available cash and cash equivalents	—	—
Fitch-defined readily available cash and cash equivalents	**1,031**	**775**
Availability under committed lines of credit	—	100
Total liquidity	1,031	875
LTM EBITDA after associates and minorities	706	629
LTM FCF	-185	17

Source: Fitch Ratings, Fitch Solutions, Colbun S.A.

Scheduled Debt Maturities

(USD Mil.)	December 31, 2024
2025	60
2026	18
2027	668
2028	—
2029	360
Thereafter	1,057
Total	**2,163**

Source: Fitch Ratings, Fitch Solutions, Colbun S.A.

Key Assumptions

- Energy sales around 16,000 GWh during 2024-2026 between Chile and Peru, and up to 17,000 GWh by 2027;
- Hydro generation a above of 5,000GWh per year during 2025-2028;
- Thermal coal (Australia Newcastle) USD100 per ton in 2025, USD90 per ton in 2026 and 2027 and USD75 in the long term;
- Henry Hub gas prices of USD3.0 per thousand cubic feet in 2025, and USD2.75 from 2027 onward;
- Horizonte project connected during 2025;
- Expected capex for the period from 2024 to 2028 of about USD1,325 million;
- Annual maintenance capex of USD83 million in 2024 and above USD94 million during 2025-2028;
- Dividend pay-out ratio of 50% in 2025-2028.

Financial Data

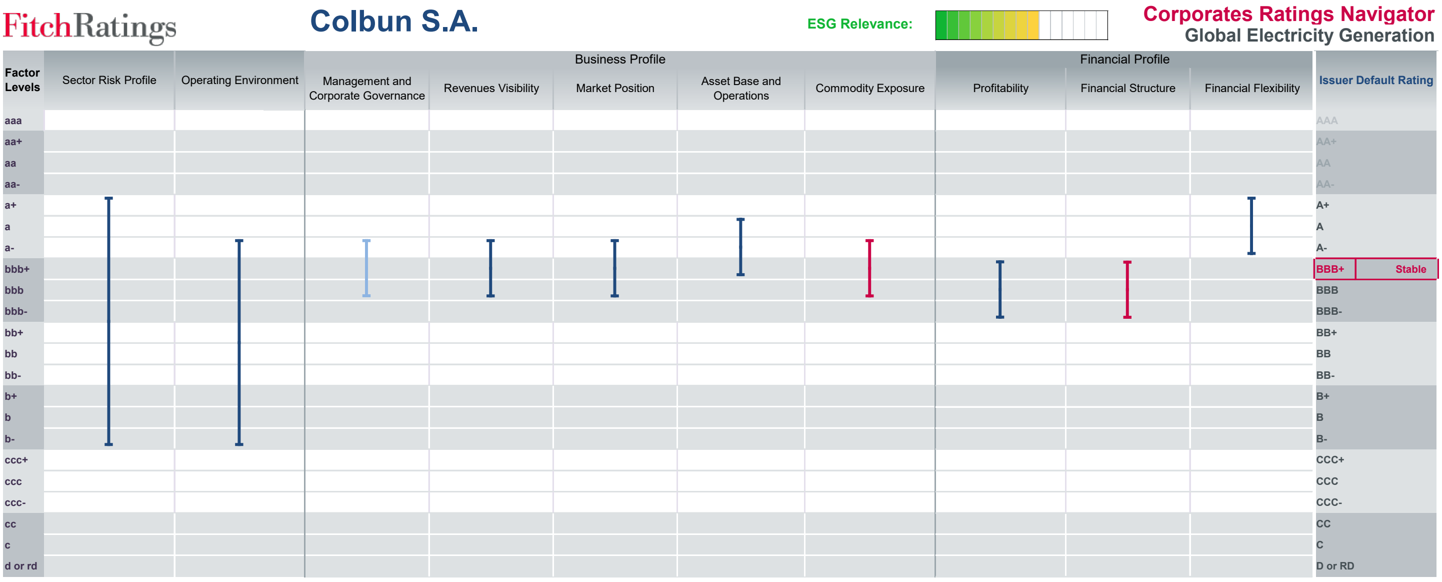
(USD Mil.)	2022	2023	2024	2025F	2026F	2027F
Summary income statement						
Gross revenue	1,974	2,004	1,576	1,446	1,476	1,528
Revenue growth (%)	37.1	1.5	-21.3	-8.3	2.1	3.5
EBITDA before income from associates	740	688	617	648	635	727
EBITDA margin (%)	37.5	34.4	39.2	44.9	43.0	47.6
EBITDA after associates and minorities	750	706	629	658	639	731
EBIT	456	549	417	435	409	495
EBIT margin (%)	23.1	27.4	26.5	30.1	27.7	32.4
Gross interest expense	-77	-65	-78	-83	-81	-82
Pretax income including associate income/loss	416	549	345	386	361	447
Summary balance sheet						
Readily available cash and equivalents	1,134	1,031	775	813	580	640
Debt	2,021	1,984	2,163	2,126	2,109	2,109
Net debt	887	953	1,387	1,313	1,529	1,469
Summary cash flow statement						
EBITDA	740	688	617	648	635	727
Cash interest paid	-73	-77	-77	-83	-81	-82
Cash tax	-232	-21	-140	-104	-98	-121
Dividends received less dividends paid to minorities (inflow/outflow)	10	17	12	10	4	4
Other items before FFO	42	-84	-90	—	—	—
FFO	518	603	374	475	463	531
FFO margin (%)	26.3	30.1	23.7	32.8	31.4	34.8
Change in working capital	-100	39	14	-13	-2	-4
CFO (Fitch-defined)	419	642	388	462	461	527
Total non-operating/nonrecurring cash flow	—	—	—	—	—	—
Capex	-274	-522	-236	—	—	—
Capital intensity (capex/revenue) (%)	13.9	26.0	15.0	—	—	—
Common dividends	-152	-305	-135	—	—	—
FCF	-8	-185	17	—	—	—
FCF margin (%)	-0.4	-9.2	1.1	—	—	—
Net acquisitions and divestitures	—	—	-404	—	—	—
Other investing and financing cash flow items	40	274	551	—	—	—
Net debt proceeds	-217	-40	171	-36	-18	—
Net equity proceeds	—	—	—	—	—	—
Total change in cash	-184	50	336	38	-233	60
Calculations for forecast publication						
Capex, dividends, acquisitions and other items before FCF	-426	-827	-774	-388	-677	-467
FCF after acquisitions and divestitures	-8	-185	-386	74	-216	60
FCF margin after net acquisitions (%)	-0.4	-9.2	-24.5	5.1	-14.6	3.9
Gross Leverage ratios (x)						
EBITDA leverage	2.7	2.8	3.4	3.2	3.3	2.9
(CFO-capex)/debt	7.1	6.1	7.0	9.4	-3.5	9.1
Net Leverage ratios (x)						
EBITDA net leverage	1.2	1.4	2.2	2.0	2.4	2.0
(CFO-capex)/net debt	16.3	12.6	11.0	15.3	-4.9	13.1
Coverage ratios (x)						
EBITDA interest coverage	10.2	9.2	8.2	8.0	7.9	8.9

CFO – Cash flow from operations.
Source: Fitch Ratings, Fitch Solutions

How to Interpret the Forecast Presented

The forecast presented above is based on Fitch Ratings' internally produced, conservative rating case forecast. It does not represent the forecast of the rated issuer. The forecast set out above is only one component used by Fitch Ratings to assign a rating or determine a rating outlook, and the information in the forecast reflects material but not exhaustive elements of Fitch Ratings' rating assumptions for the issuer's financial performance. As such, it cannot be used to establish a rating, and it should not be relied on for that purpose. Fitch Ratings' forecasts are constructed using a proprietary internal forecasting tool, which employs Fitch Ratings' own assumptions on operating and financial performance that may not reflect the assumptions that you would make. Fitch Ratings' own definitions of financial terms such as EBITDA, debt or free cash flow may differ from your own such definitions. Fitch Ratings may be granted access, from time to time, to confidential information on certain elements of the issuer's forward planning. Certain elements of such information may be omitted from this forecast, even where they are included in Fitch Ratings' own internal deliberations, where Fitch Ratings, at its sole discretion, considers the data may be potentially sensitive in a commercial, legal or regulatory context. The forecast (as with the entirety of this report) is produced strictly subject to the disclaimers set out at the end of this report. Fitch Ratings may update the forecast in future reports but assumes no responsibility to do so. Original financial statement data for historical periods is processed by Fitch Solutions on behalf of Fitch Ratings. Key financial adjustments and all financial forecasts credited to Fitch Ratings are generated by rating agency staff.

Ratings Navigator



Bar Chart Legend:	
Vertical Bars = Range of Rating Factor	Bar Arrows = Rating Factor Outlook
Bar Colors = Relative Importance	⇧ Positive
Higher Importance	⇩ Negative
Average Importance	⇳ Evolving
Lower Importance	☐ Stable

Colbun S.A.

Corporates Ratings Navigator
Global Electricity Generation

Operating Environment

a	Economic Environment	a	Strong combination of countries where economic value is created and where assets are located.
a-	Financial Access	a	Strong combination of issuer specific funding characteristics and of the strength of the relevant local financial market.
	Systemic Governance	a	Systemic governance (eg rule of law, corruption; government effectiveness) of the issuer's country of incorporation consistent with 'a'.
b-			
ccc+			

Management and Corporate Governance

a	Management Strategy	bbb	Strategy may include opportunistic elements but soundly implemented.
a-	Governance Structure	bbb	Good CG track record but effectiveness/independence of board less obvious. No evidence of abuse of power even with ownership concentration.
bbb+	Group Structure	a	Group structure shows some complexity but mitigated by transparent reporting.
bbb	Financial Transparency	bbb	Good quality reporting without significant failing. Consistent with the average of listed companies in major exchanges.
bbb-			

Revenues Visibility

a	Contracted Position	a	Balanced position under long term PPAs or incentives (typically more than 7 year average remaining life).
a-	Contract Renewal Risk	bbb	Likely re-contracting prospects with similar to potentially moderately worse contractual terms.
bbb+	System / Capacity Payments	a	Well established and transparent market pricing structure with minimal political interference providing long-term price visibility for power generators.
bbb	Degree of Supply Integration	bbb	Balanced supply integration with strong retail position contributing to cash-flow stability and predictability.
bbb-	Resource Predictability	bbb	Stable and predictable capacity factor.

Market Position

a	Supply/Demand Dynamics	a	Beneficial outlook for prices. Adequate or tight reserve margins and limited capacity expansion prospects in market over the medium to long-term.
a-	Competitive Position	bbb	Efficient generation with recurrent merit dispatch.
bbb+	Relative Size and Scale	bbb	Large scale operations with diverse generation asset base or company supplies more than 20% of electricity to the systems where it operates or strong competitive position in a localized market.
bbb			
bbb-			

Asset Base and Operations

a+	Asset Quality and Diversity	a	High-quality assets with large diversification by geography and/or generation source.
a	Exposure to Environmental Regulations	a	No exposure to environmental regulations. Energy generation mostly from clean sources and low carbon exposure.
a-	Capital and Technological Intensity of Capex	bbb	Moderate reinvestments requirements in established technologies.
bbb+			
bbb			

Commodity Exposure

a	Counterparty Risk	bbb	Diversified, medium counterparty risk or weighted average credit quality of actual and potential off-takers is in line with 'BBB' rating. Single 'BBB' rated off-taker under well-structured PPA.
a-	Costs Pass-Through and Supply Mix	bbb	Limited exposure to changes in commodity costs with ability to pass cost changes to end users. Low variable costs and moderate flexibility/certain of supply.
bbb+	Hedging Strategy	bbb	Portfolio/cash flow smoothing effects from extensive contractual hedge.
bbb			
bbb-			

Profitability

a-	Free Cash Flow	bbb	Structurally neutral to slightly negative FCF across the investment cycle.
bbb+	Cash Flow Predictability	bbb	Stability and predictability cash flow in line with peers.
bbb			
bbb-			
bb+			

Financial Structure

a-	EBITDA Leverage	bbb	3.3x
bbb+	FFO Leverage	bbb	3.5x
bbb	FFO Net Leverage	bbb	3.0x
bbb-			
bb+			

Financial Flexibility

aa-	Financial Discipline	a	Clear commitment to maintain a conservative policy with only modest deviations allowed.
a+	Liquidity	bbb	One-year liquidity ratio above 1.25x. Well-spread maturity schedule of debt but funding may be less diversified.
a	FFO Interest Coverage	a	5.5x
a-	DSCR	a	Expected average DSCR >2.0 for amortizing debt with no merchant exposure.
bbb+	FX Exposure	a	Profitability potentially exposed to FX but efficient hedging in place. Debt and cash flows well-matched.

How to Read This Page: The left column shows the three-notch band assessment for the overall Factor, illustrated by a bar. The right column breaks down the Factor into Sub-Factors, with a description appropriate for each Sub-Factor and its corresponding category.

Credit-Relevant ESG Derivation

Overall ESG

Colbun S.A. has 12 ESG potential rating drivers
- Emissions from operations
- Fuel use to generate energy and serve load
- Impact of waste from operations
- Plants' and networks' exposure to extreme weather
- Product affordability and access
- Quality and safety of products and services; data security

Showing top 6 issues

key driver	0	issues	5
driver	0	issues	4
potential driver	12	issues	3
not a rating driver	2	issues	2
	0	issues	1

For further details on Credit-Relevant ESG scoring, see page 3.

FitchRatings

Colbun S.A.

Corporates Ratings Navigator
Global Electricity Generation

Credit-Relevant ESG Derivation

Colbun S.A. has 12 ESG potential rating drivers				ESG Relevance to Credit Rating
Colbun S.A. has exposure to emissions regulatory risk but this has very low impact on the rating.	key driver	0	issues	5
Colbun S.A. has exposure to energy productivity risk but this has very low impact on the rating.	driver	0	issues	4
Colbun S.A. has exposure to waste & impact management risk but this has very low impact on the rating.	potential driver	12	issues	3
Colbun S.A. has exposure to extreme weather events but this has very low impact on the rating.	not a rating driver	2	issues	2
Colbun S.A. has exposure to access/affordability risk but this has very low impact on the rating.		0	issues	1
Colbun S.A. has exposure to customer accountability risk but this has very low impact on the rating.				
Showing top 6 issues				

Environmental (E) Relevance Scores

General Issues	E Score	Sector-Specific Issues	Reference	E Relevance
GHG Emissions & Air Quality	3	Emissions from operations	Asset Base and Operations	5
Energy Management	3	Fuel use to generate energy and serve load	Asset Base and Operations; Counterparty and Commodity Exposure; Profitability	4
Water & Wastewater Management	2	Water used by hydro plants or by other generation plants, also effluent management	Asset Base and Operations; Profitability	3
Waste & Hazardous Materials Management; Ecological Impacts	3	Impact of waste from operations	Asset Base and Operations; Profitability	2
Exposure to Environmental Impacts	3	Plants' and networks' exposure to extreme weather	Asset Base and Operations; Profitability	1

Social (S) Relevance Scores

General Issues	S Score	Sector-Specific Issues	Reference	S Relevance
Human Rights, Community Relations, Access & Affordability	3	Product affordability and access	Asset Base and Operations; Revenues Predictability; Profitability	5
Customer Welfare - Fair Messaging, Privacy & Data Security	3	Quality and safety of products and services; data security	Asset Base and Operations	4
Labor Relations & Practices	3	Impact of labor negotiations and employee (dis)satisfaction	Asset Base and Operations; Profitability	3
Employee Wellbeing	2	Worker safety and accident prevention	Asset Base and Operations	2
Exposure to Social Impacts	3	Social resistance to major projects that leads to delays and cost increases	Asset Base and Operations; Revenues Predictability; Profitability; Financial Structure	1

Governance (G) Relevance Scores

General Issues	G Score	Sector-Specific Issues	Reference	G Relevance
Management Strategy	3	Strategy development and implementation	Management and Corporate Governance; Financial Structure	5
Governance Structure	3	Board independence and effectiveness; ownership concentration	Management and Corporate Governance	4
Group Structure	3	Complexity, transparency and related-party transactions	Management and Corporate Governance; Counterparty and Commodity Exposure	3
Financial Transparency	3	Quality and timing of financial disclosure	Management and Corporate Governance	2
				1

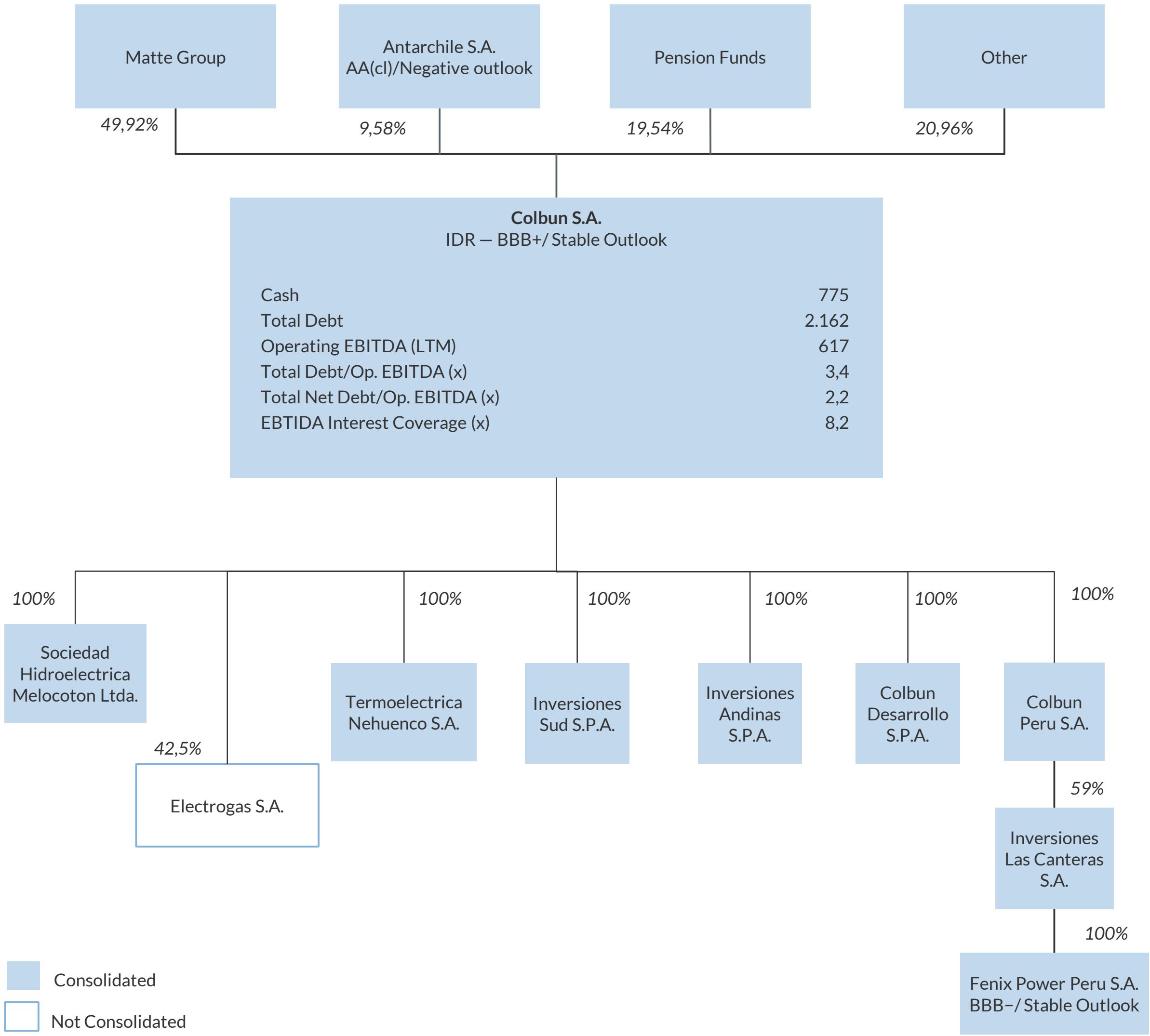
How to Read This Page
ESG relevance scores range from 1 to 5 based on a 15-level color gradation. Red (5) is most relevant to the credit rating and green (1) is least relevant.
The Environmental (E), Social (S) and Governance (G) tables break out the ESG general issues and the sector-specific issues that are most relevant to each industry group. Relevance scores are assigned to each sector-specific issue, signaling the credit-relevance of the sector-specific issues to the issuer's overall credit rating. The Criteria Reference column highlights the factor(s) within which the corresponding ESG issues are captured in Fitch's credit analysis. The vertical color bars are visualizations of the frequency of occurrence of the highest constituent relevance scores. They do not represent an aggregate of the relevance scores or aggregate ESG credit relevance.
The Credit-Relevant ESG Derivation table's far right column is a visualization of the frequency of occurrence of the highest ESG relevance scores across the combined E, S and G categories. The three columns to the left of ESG Relevance to Credit Rating summarize rating relevance and impact to credit from ESG issues. The box on the far left identifies any ESG Relevance Sub-factor issues that are drivers or potential drivers of the issuer's credit rating (corresponding with scores of 3, 4 or 5) and provides a brief explanation for the relevance score. All scores of '4' and '5' are assumed to reflect a negative impact unless indicated with a '+' sign for positive impact.
Classification of ESG issues has been developed from Fitch's sector ratings criteria. The General Issues and Sector-Specific Issues draw on the classification standards published by the United Nations Principles for Responsible Investing (PRI), the Sustainability Accounting Standards Board (SASB), and the World Bank.

CREDIT-RELEVANT ESG SCALE	
How relevant are E, S and G issues to the overall credit rating?	
5	Highly relevant, a key rating driver that has a significant impact on the rating on an individual basis. Equivalent to "higher" relative importance within Navigator.
4	Relevant to rating, not a key rating driver but has an impact on the rating in combination with other factors. Equivalent to "moderate" relative importance within Navigator.
3	Minimally relevant to rating, either very low impact or actively managed in a way that results in no impact on the entity rating. Equivalent to "lower" relative importance within Navigator.
2	Irrelevant to the entity rating but relevant to the sector.
1	Irrelevant to the entity rating and irrelevant to the sector.

Simplified Group Structure Diagram

Organizational Structure — Colbun S.A. (Chile)

(USD mil., as of December 31, 2024)



x - Times.
Source: Fitch, Ratings, Fitch Solutions, Colbun

Peer Financial Summary

Company	Issuer Default Rating	Financial statement date	Gross revenue (USD Mil.)	EBITDA margin (%)	EBITDA interest coverage (x)	EBITDA leverage (x)	EBITDA net leverage (x)
Colbun S.A.	BBB+						
	BBB+	2024	1,576	39.2	8.2	3.4	2.2
	BBB+	2023	2,004	34.4	9.2	2.8	1.4
	BBB+	2022	1,974	37.5	10.2	2.7	1.2
RWE AG	BBB+						
	BBB+	2023	31,297	26.4	7.7	1.7	-0.3
	BBB+	2022	40,921	15.4	7.2	2.9	-0.7
	BBB+	2021	27,739	14.0	11.0	3.4	-0.8
Enel Chile S.A.	BBB+						
	BBB+	2023	5,018	22.8	5.4	3.7	3.1
	A-	2022	5,717	23.4	6.4	3.3	2.5
	A-	2021	3,296	18.1	3.6	8.1	7.5
Enel Generacion Chile S.A.	BBB+						
	BBB+	2023	3,664	21.2	10.5	1.3	1.0
	A-	2022	4,405	22.2	10.8	1.0	1.0
	A-	2021	2,193	13.6	4.6	3.7	3.7
AES Andes S.A.	BBB–						
	BBB–	2023	2,742	24.0	2.4	4.2	3.8
	BBB–	2022	2,579	30.9	5.1	3.4	3.2
	BBB–	2021	2,771	38.8	6.3	1.8	1.7

Source: Fitch Ratings, Fitch Solutions

Fitch Adjusted Financials

(USD000 as of December 31, 2024)	Notes and formulas	Standardised values	Cash adjustment	Lease treatment	Other adjustments	Adjusted values
Income statement summary						
Revenue		1,575,984	—	—	—	1,575,984
EBITDA	(a)	568,373	—	-25,259	73,982	617,096
Depreciation and amortization		-215,235	—	15,152	—	-200,083
EBIT		353,138	—	-10,107	73,982	417,013
Balance sheet summary						
Debt	(b)	2,161,001	—	—	1,548	2,162,549
Of which other off-balance-sheet debt		—	—	—	—	—
Lease-equivalent debt		—	—	—	—	—
Lease-adjusted debt		2,161,001	—	—	1,548	2,162,549
Readily available cash and equivalents	(c)	573,487	201,644	—	—	775,131
Not readily available cash and equivalents		—	—	—	—	—
Cash flow summary						
EBITDA	(a)	568,373	—	-25,259	73,982	617,096
Dividends received from associates less dividends paid to minorities	(d)	12,160	—	—	—	12,160
Interest paid	(e)	-87,280	—	10,107	—	-77,173
Interest received	(f)	51,381	—	—	—	51,381
Preferred dividends paid	(g)	—	—	—	—	—
Cash tax paid		-139,592	—	—	—	-139,592
Other items before FFO		-41,454	—	25,259	-73,982	-90,177
FFO	(h)	363,588	—	10,107	—	373,695
Change in working capital		14,376	—	—	—	14,376
CFO	(i)	377,964	—	10,107	—	388,071
Non-operating/nonrecurring cash flow		—	—	—	—	—
Capex	(j)	-236,027	—	—	—	-236,027
Common dividends paid		-134,726	—	—	—	-134,726
FCF		7,211	—	10,107	—	17,318
Gross leverage (x)						
EBITDA leverage	b/(a+d)	3.7	—	—	—	3.4
(CFO-capex)/debt (%)	(i+j)/b	6.6	—	—	—	7.0
Net leverage (x)						
EBITDA net leverage	(b-c)/(a+d)	2.7	—	—	—	2.2
(CFO-capex)/net debt (%)	(i+j)/(b-c)	8.9	—	—	—	11.0
Coverage (x)						
EBITDA interest coverage	(a+d)/(-e)	6.7	—	—	—	8.2

Notes: The standardised items presented above are based on Fitch's taxonomy for the given sector and region. Reported items may not match the Fitch taxonomy, but they are captured into corresponding lines accordingly.
Debt includes other off-balance-sheet debt.
Debt in the standardised values column excludes lease liabilities of USD137,133 thousand.
CFO – Cash flow from operations.
Source: Fitch Ratings, Fitch Solutions, Colbun S.A.

SOLICITATION & PARTICIPATION STATUS

For information on the solicitation status of the ratings included within this report, please refer to the solicitation status shown in the relevant entity's summary page of the Fitch Ratings website.

For information on the participation status in the rating process of an issuer listed in this report, please refer to the most recent rating action commentary for the relevant issuer, available on the Fitch Ratings website.