



ANNUAL REPORT
2021

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#zero paper



In line with the company's commitment to contribute to the sustainable development of the planet, this annual report is only available in a digital version. Readers can access the topics of interest by clicking on them. Protecting the environment is everyone's responsibility. We thank you for your support in this task.



01

Consolidated Financial Summary
Operational background
of IAM subsidiaries
Revenue distribution 2021
Stock market performance
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Investments 2021
Accident rate

HIGHLIGHTS

IAM

Inversiones Aguas Metropolitanas

Consolidated financial summary (in Ch\$ million)

As of December 31	2017	2018	2019	2020	2021
Revenue from potable water	195,091	208,467	193,821	195,788	205,176
Revenue from sewage	240,399	254,084	229,779	219,124	229,805
Other regulated revenue	18,408	17,656	13,018	13,004	13,821
Other non-regulated revenue	55,638	50,194	47,707	50,853	57,656
Total Revenue	509,536	530,400	484,325	478,769	506,458
Operating income (1)	222,990	233,234	234,668	161,453	192,181
Income for the year	68,719	67,128	69,918	48,225	48,990
Total assets	2,069,371	2,178,638	2,273,846	2,419,031	2,501,822
Short-term liabilities	237,819	242,928	242,608	245,463	249,137
Long-term liabilities	866,737	977,009	1,072,110	1,059,920	1,138,295
Minority interest	371,326	367,027	364,587	419,527	420,425
Equity attributable to owners of the parent company	593,488	591,674	594,540	694,121	693,965

(1) Operating income = ordinary income - consumption of raw and secondary materials - personnel expenses - depreciation and amortization - impairment losses - other miscellaneous operating expenses.

Operational background of IAM subsidiaries

As of December 31st	2017	2018	2019	2020	2021
Total potable water customers	2,259,245	2,316,107	2,132,607	2,169,426	2,207,344
Total sewage collection customers	2,205,940	2,263,039	2,089,505	2,125,918	2,162,909
Total water billed (millions of m ³)	575,5	596,3	559,4	533,9	535,7
Invoiced wastewater collection (millions of m ³)	554,3	572,0	536,0	511,3	514,2
Invoiced sewage treatment and disposal (millions of m ³)	484,0	497,7	461,8	440,6	443,6
Sewerage interconnection billed (millions of m ³)	124,3	128,2	128,8	124,7	124,3
Total potable water coverage	100%	100%	100.0%	100.0%	100.0%
Total sewage collection coverage	98.80%	98.80%	98.80%	98.80%	98.80%
Total sewage treatment coverage	100.00%	100.00%	100.00%	100.00%	100.00%
Total employees	2,107	2,121	2,141	1,733	1,729

PROFIT FOR THE FISCAL YEAR
2021 AMOUNTED TO

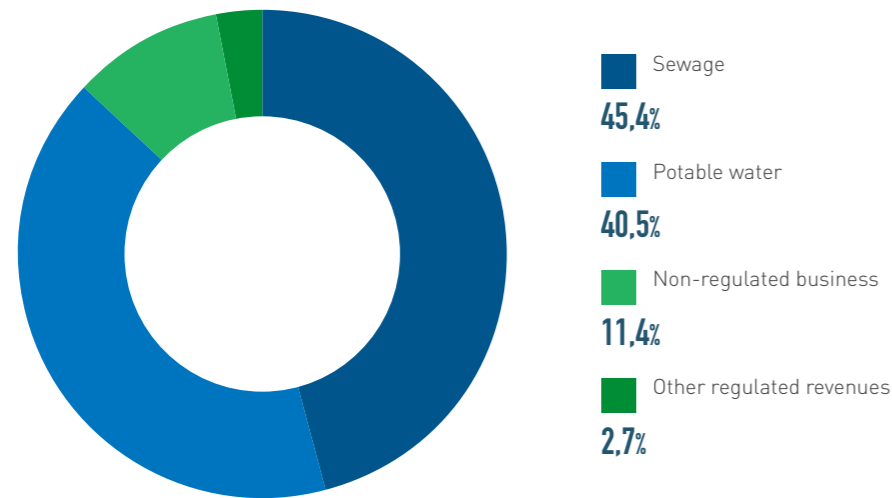
48,990 MILLION PESOS

IN A YEAR MARKED BY THE MEGA DROUGHT
AND THE EFFECTS OF THE PANDEMIC.
THE EFFECTS OF THE PANDEMIC.

100%

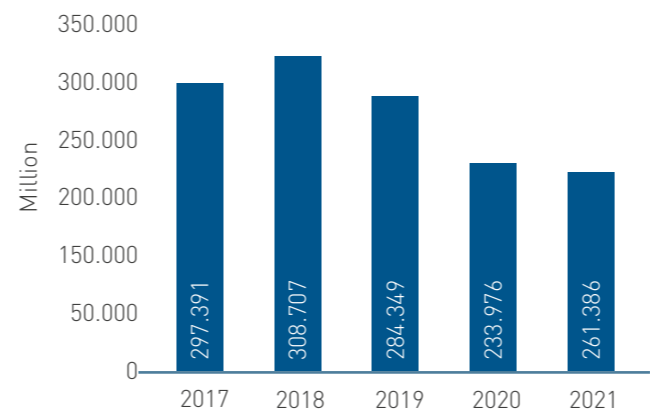
POTABLE WATER COVERAGE, 98.8% WATER COLLECTION AND
100% SEWAGE TREATMENT ARE THE HIGH STANDARDS THAT
IAM'S SANITATION
STANDARDS THAT IAM'S SANITATION FACILITIES BOAST.

Revenue distribution 2021



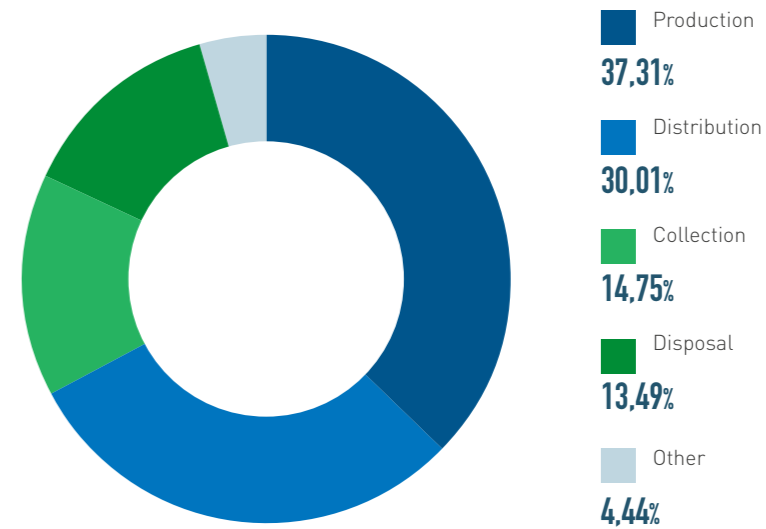
11.4% OF IAM'S REVENUES IN 2021 CORRESPONDED TO ITS NON-REGULATED SUBSIDIARIES

EBITDA⁽²⁾



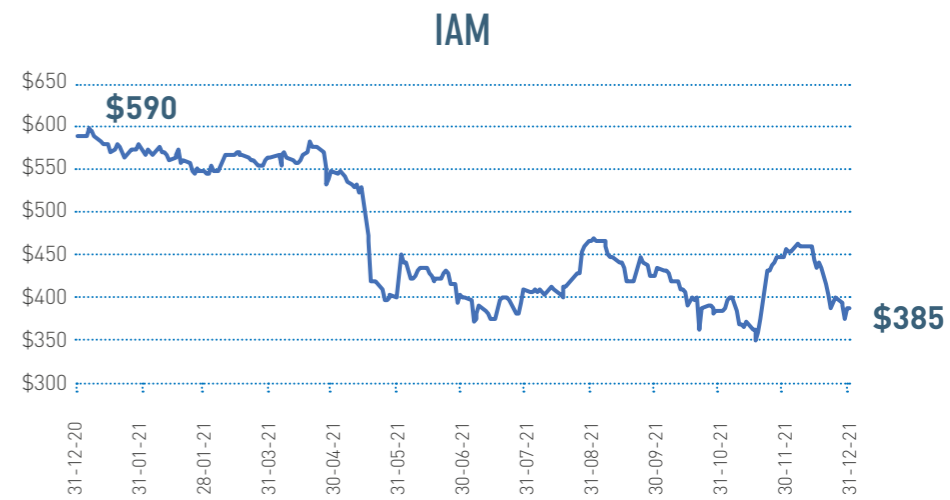
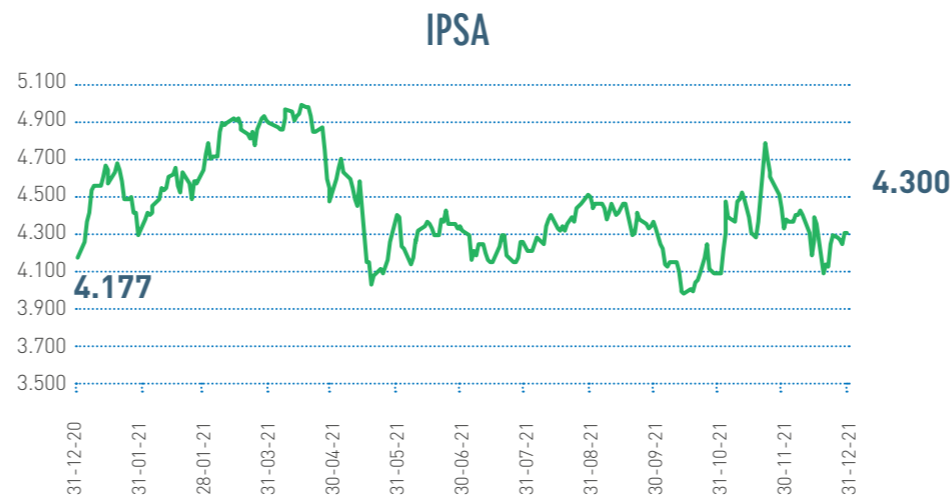
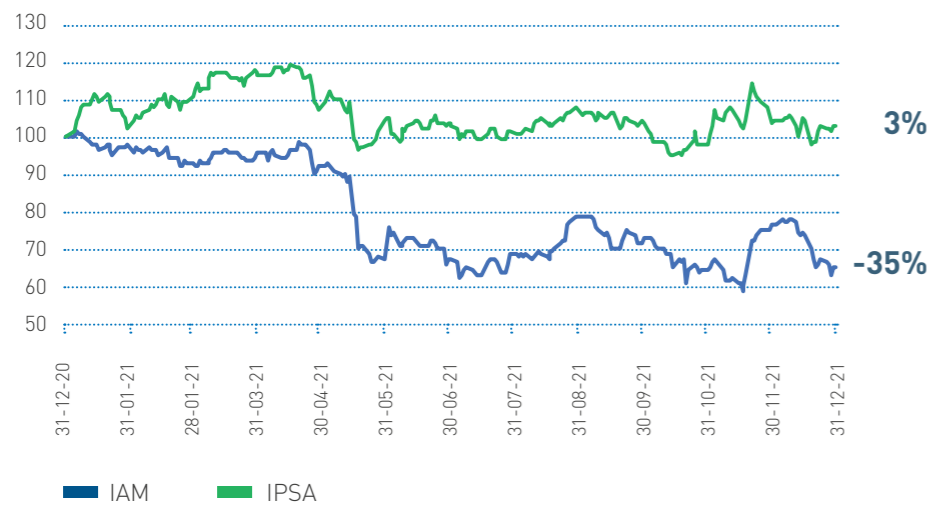
(2) EBITDA: Operating income + depreciation for the year + amortization of intangibles.

Investments 2021



MM\$154,239 WAS THE INVESTMENT VOLUME OF IAM'S SUBSIDIARIES IN 2021.

Stock market performance



(1) Comparative in Base 100.



02

LETTER FROM THE PRESIDENT



Inversiones Aguas Metropolitanas



DEAR SHARE HOLDERS

As Chairman of the Board of Inversiones Aguas Metropolitanas S.A., I have the honor to present to you the Annual Report and Financial Statements of the company for the year 2021.

A new year of adaptation and transformation was the period ended on December 31 just past. To the changes and modifications to work and operate, as a result of the Covid-19 pandemic, we added 2021, a new year of water shortage, which completes 13 years of drought in

the central zone of Chile. Climate change is a reality, the consequences of which are strongly felt in the concession areas of our sanitation companies, as stated in the latest IPPC (Intergovernmental Panel on Climate Change) report.

The climate crisis poses important challenges to our subsidiaries, as they must operate in a context of scarcity, care and efficiency in the use of raw water sources. In view of this, it is vital to protect our current water sources, such as

glaciers, watercourses and groundwater, add new water resources, develop the reuse of treated sewage, and have greater redundancy in infrastructure, thus increasing the robustness of the system.

This scenario, which has become structural, has forced us to transform ourselves as a company, in order to be more flexible and resilient to adapt to the new conditions and continue providing potable water production and distribution services, and wastewater collection and treatment,

in a timely, safe and efficient manner, for the benefit of all our customers.

In this sense, the start-up of the Pirque mega reservoirs, inaugurated at the end of 2020, was key, and allowed us to withstand the surprising phenomenon that occurred in the Maipo basin, such as the atmospheric river, which was experienced at the end of January and the first days of February 2021. This relevant safety work allowed us to satisfactorily face this extreme event, and undoubtedly demonstrated the

In terms of results, IAM obtained EBITDA of Ch\$261,386 million, and net income for the year amounted to Ch\$48,990 million.

relevance of having a robust infrastructure for our operation.

In the context of water scarcity, a relevant milestone of the year was the signing of the agreement with the seven Canal Owners Associations of the First Section of the Maipo River, which, like our subsidiaries, have consumptive rights over the river to develop agricultural irrigation activities in the Region. This agreement has made it possible to manage the basin integrally, among all the stakeholders, including farmers and electricity generators, among others, ensuring its sustainability and the water security of the inhabitants of Santiago, since it prioritizes human consumption of water.

The agreement includes new investments by our subsidiary Aguas Andinas, such as improvements to the current infrastructure, the reuse of treated water from the sanitation company's biofactories and the development of a "Master Plan" for the efficient management of all the basin's resources. Also, the construction of deep wells on the aquifer in the Metropolitan Region, infiltration pools to recharge these wells in times of surplus and the use of treated water by the users of the First Section of the Maipo River, in order to optimize the availability of water for human consumption. All this will provide additional water resources, efficiently managed thanks to the vast know-how of our company, backed by the experience and trajectory of our controlling partner.

In financial terms, 2021 was a challenging year, as the company - and the world in general - had to deal with various uncertainties, with a general rise in the cost of inputs and an increase in inflation in Chile, especially since the last quarter of the year. Against this backdrop, IAM and its subsidiaries continued with their serious and responsible financial strategy, maintaining a strong cash position, which allowed them to secure their committed investments, which in 2021 amounted to Ch\$154,239 million. In a year of uncertainty and instability, as was the 2021 financial year, the stock market was affected, which consequently impacted our company's share price, which fell 34.7% compared to the previous year. In terms of results, IAM obtained an EBITDA of Ch\$261,386 million, and net income for the year amounted to Ch\$48,990 million.

Thanks to good, responsible and long-term management, our shareholders received the profit distribution agreed by the Ordinary Shareholders' Meeting in April 2021. Subsequently, in November, an additional distribution of an interim dividend on account of the 2021 profits was agreed upon. This sustainable management in an unstable context also allowed the risk rating agencies to assign IAM shares a first-class level 1 rating (Feller Rate) and a first-class level 2 rating (Fitch).

I would like to take this opportunity to refer to the takeover bid agreement for the entire share capital of Suez, S.A. approved by the Boards of Directors of Suez and Veolia Environnement on May 14, 2021, a takeover bid that was successfully completed on January 10, 2022 and which enabled Veolia Environnement to acquire 86.22% of the capital and voting rights in Suez, S.A., controller of our main shareholder, Agbar. The tender offer was reopened from January 12 to January 27, 2022, ending with an acceptance of 95.95%. The integration process derived from the above is in progress and has not materialized to date.

At the end of this letter, it only remains for me to reinforce the firm commitment of our company with Chile, its development and the quality of life of its citizens, as well as our sustainable vision that calls us to preserve the environment as the only way that will allow us to face the high challenges imposed by the environmental context in which we live.

Felipe Larrain Aspíllaga
Chairman of the Board
IAM S.A.



AGUAS
andinas

03

History of IAM
The management of IAM year by year
Company ownership
The Board of Directors
Management

THE COMPANY

IAM

Inversiones Aguas Metropolitanas

ABOUT US

We are Inversiones Aguas Metropolitanas, IAM, a company that owns 50.1% of the shares of Aguas Andinas and subsidiaries, the largest sanitary group in Chile and one of the largest in Latin America.



OUR PURPOSE

The investment in shares of the Chilean corporation Aguas Andinas S.A.; and the provision of all kinds of advisory, consulting and services related to the transfer of technology and know-how, technical assistance, business and project management, especially those related to the management and operation of businesses related to the sanitation business.



IAM'S HISTORY

SINCE 1999 TO DATE, INVERSIONES AGUAS METROPOLITANAS S.A., IAM, HAS ACHIEVED SIGNIFICANT OPERATIONAL EFFICIENCY IN ITS SANITARY FACILITIES, HAND IN HAND WITH THE SUSTAINABLE DEVELOPMENT OF BOTH THE COMPANY AND ITS ENVIRONMENT.

The beginnings

In order to participate in the privatization process of Empresa Metropolitana de Obras Sanitarias S.A., EMOS S.A., currently Aguas Andinas S.A., Inversiones Aguas Metropolitanas, IAM, was created on May 19, 1999 as a limited liability company formed by the Agbar and Suez Environnement groups (currently known as Suez).

In the international bidding process, carried out by the Corporación de Fomento de la Producción (CORFO), IAM is awarded a share package, then subscribes a capital increase and purchases additional shares on the Santiago Stock Exchange, thus taking control of Aguas Andinas (formerly EMOS), with ownership of 51.2% of its capital stock.

As of June 2005, IAM becomes an open stock corporation, restricting its

corporate purpose, which is limited to investment in Aguas Andinas shares and the provision of all kinds of advisory, consulting and services related to the transfer of technology and know-how, technical assistance, business and project management, especially those related to the management and operation of businesses related to the sanitary business.

In November 2005, IAM was floated on the stock exchange with the placement of a 43.4% stake in the company. Following this transaction, new shareholders joined the company, with Agbar remaining the sole controller of the company, with 56.6% ownership. In 2006, IAM sold 1.1% of its shares in Aguas Andinas and retained control of the water company with 50.1% of the shares.

During 2007, IAM implements an ADR Level I program, which allows it to trade its shares in the Over the Counter market in the United States, ending in 2016.

In 2008, the subsidiary Aguas Andinas acquires 53.5% of Empresa de Servicios Sanitarios de Los Lagos (ESSAL), giving IAM's sanitary holding a market share of 42.5% locally.

Under a sustainability perspective

In 2010, Suez Environnement indirectly obtained 75.01% of Agbar's shares, making it the new controller of the company. Later, in 2014, Suez Environnement acquires the remaining 24.99% of Agbar, consolidating its position as the sole controller of Inversiones Aguas Metropolitanas.

In 2015, IAM, together with its subsidiary Aguas Andinas, entered the Dow Jones Sustainability Index Chile, the first sustainability index of the Santiago Stock Exchange, reflecting its good performance

in sustainability matters.

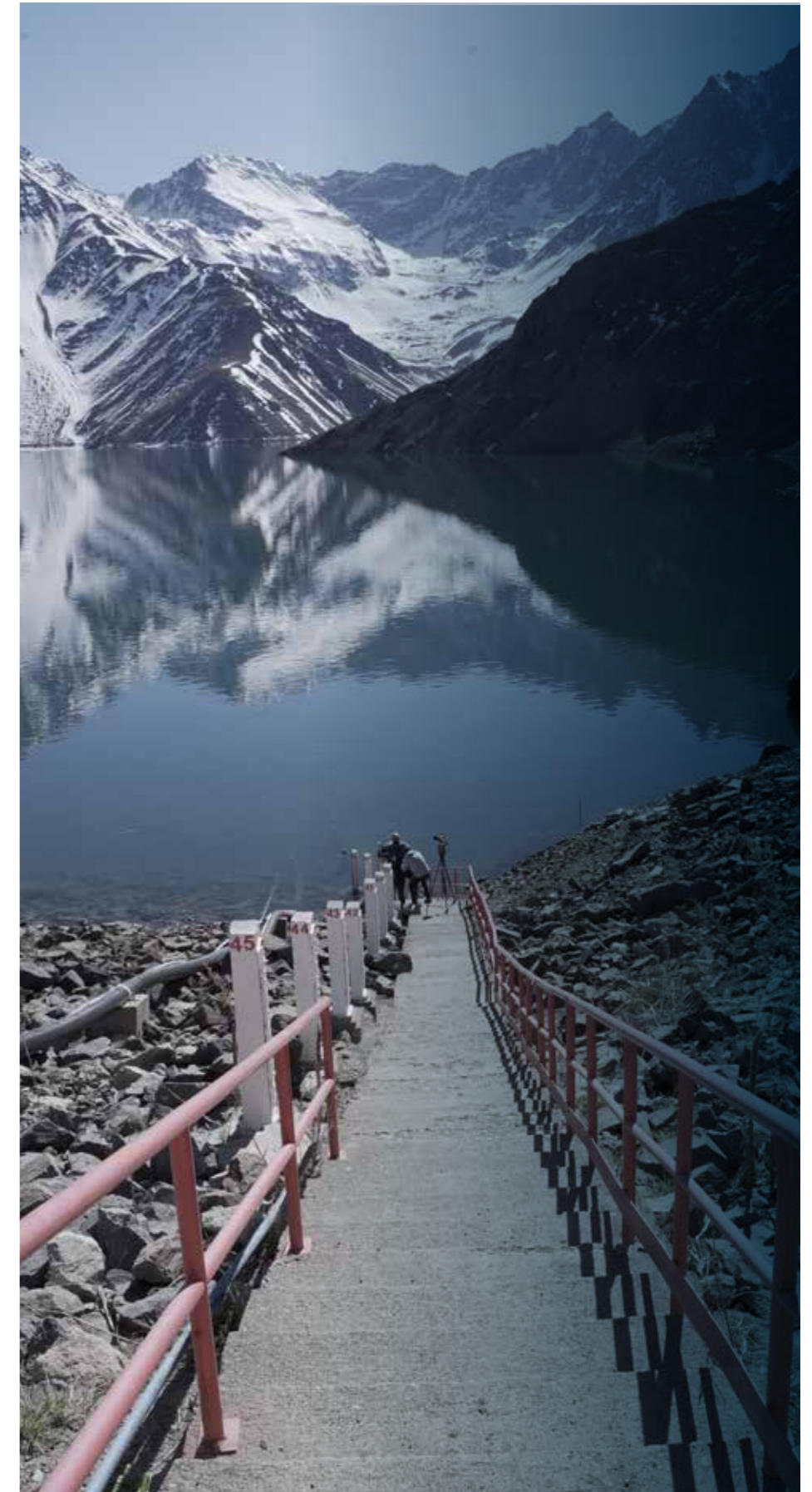
Since 2017, Aguas Andinas has focused its development under a circular economy approach. In 2018, it received the "Impulse for Change" award from the United Nations, thanks to the development of the Greater Santiago Biofactory. And, as part of this commitment, the sanitary issues the first green and social bond in Chile.

That same year, Suez Inversiones Aguas del Gran Santiago Limitada sold 6.5% of its shareholding in IAM, allowing it to increase the liquidity of the shares issued by the company. In this transaction, Suez retains 50.1% of the shareholding in IAM while maintaining control of the company and Aguas Andinas.

In September 2019, IAM enters the S&P IPSA indicator, the main index of the Santiago Stock Exchange. In turn, Aguas Andinas maintains the sixth position in the Dow Jones Sustainability Indexes world ranking for the Multi and Water Utilities sector.

Beginning in 2020, the Pirque mega-ponds, a major infrastructure and safety project with a raw water reserve capacity of 1.5 hectometers, will be put into operation. In October, Aguas Andinas sells 100% of its direct and indirect participation in the subsidiary ESSAL to the Canadian company Algonquin Power & Utilities Corp (APUC), maintaining its commitment to the Chilean sanitation industry through the management of Aguas Andinas, Aguas Cordillera and Aguas Manquehue.

During 2021, IAM strengthens the operation of its sanitation companies with the Avanza project, while reaffirming its responsibility to the country with the deployment of a broad investment plan to mitigate and combat climate change; and, through its sanitation company Aguas Andinas, signs a historic collaboration agreement with the irrigation associations of the first section of the Maipo River in order to advance the sustainability of the basin.



IAM'S MANAGEMENT YEAR BY YEAR

2000

The subsidiary Aguas Andinas acquires 100% of Aguas Cordillera and 50% of Aguas Manquehue.

2001

The El Trebal wastewater treatment plant begins operations. The subsidiaries Anam and EcoRiles are incorporated.

2002

Acquisition of the remaining 50% of Aguas Manquehue by the subsidiary Aguas Andinas.

2003

La Farfana, the largest sewage treatment plant in Latin America, begins operations. Aguas Andinas obtains ISO 9,000 certification in customer service.

2004

The subsidiary Aguas Andinas obtains ISO 9.001 certification in billing, collection and collections.

2005

IAM becomes an open stock corporation and opens to the stock market through the placement of a 43.4% stake. Aguas Andinas obtains OHSAS certification in occupational health and safety.

2006

The subsidiary Aguas Andinas obtains ISO 9.001 certification for its process of incorporating new customers.

2007

Implementation of the ADR Level I program to trade shares in the Over the Counter market in the United States. Renewal of ISO 9,000, ISO 14,000 and OHSAS 18,000 certifications for Aguas Andinas' sanitation facilities.

2008

The subsidiary Aguas Andinas takes control of Empresa de Servicios Sanitarios de Los Lagos (ESSAL) with the purchase of 53.5% of its property.

2010

Inauguration of Aguas Andinas' Mapocho Urbano Limpio project, a bicentennial milestone for the country. IAM obtains the second place in the XV Annual Contest of Annual Reports of Chilean Corporations 2010, organized by Diario Estrategia and Price Waterhouse Coopers.

2012

Aguas Andinas receives the "Best Company" award from ICARE, one of the most prestigious awards given in Chile.

2013

Aguas Andinas' Mapocho Wastewater Treatment Plant comes into operation, achieving 100% treatment of wastewater in the Metropolitan Region.

2014

The subsidiary Aguas Andinas obtained the best historical rate in the Chilean capital market for corporate issues with terms of more than 20 years.

2015

IAM and its subsidiary Aguas Andinas are selected to join the Dow Jones Sustainability Index Chile, the first sustainability index of the Santiago Stock Exchange, composed of only 12 companies.

2016

IAM and Aguas Andinas are once again part of the Dow Jones Sustainability Index Chile. Aguas Andinas obtained a bronze medal in the PROHumana 2016 sustainability ranking.

2017

IAM and Aguas Andinas are once again part of the Dow Jones Sustainability Index Chile. Aguas Andinas inaugurates the world's first biofactory in the sanitary industry, which converts waste into resources.

2018

Aguas Andinas' biofactory receives the Impulse for Change award, in the planetary health category, granted by the United Nations. In addition, the company issues the first green and social bond in Chile. IAM and Aguas Andinas are once again included in the Dow Jones Sustainability Index Chile.

2019

IAM is part of the S&P IPSA index, the main indicator of the Santiago Stock Exchange. IAM and Aguas Andinas are once again part of the Dow Jones Sustainability Index Chile. Aguas Andinas issues a green and social bond for the second consecutive year.

2020

The Pirque mega reservoirs begin operating, increasing the autonomy of Santiago's water system to 34 hours. The subsidiary Aguas Andinas sells 100% of its stake in Empresa de Servicios Sanitarios de los Lagos S.A.

2021

A historic collaboration agreement was signed between Aguas Andinas and the irrigation associations of the first section of the Maipo River in order to advance the sustainability of the basin in the face of the profound water shortage affecting the Metropolitan Region.





OWNERSHIP OF THE COMPANY

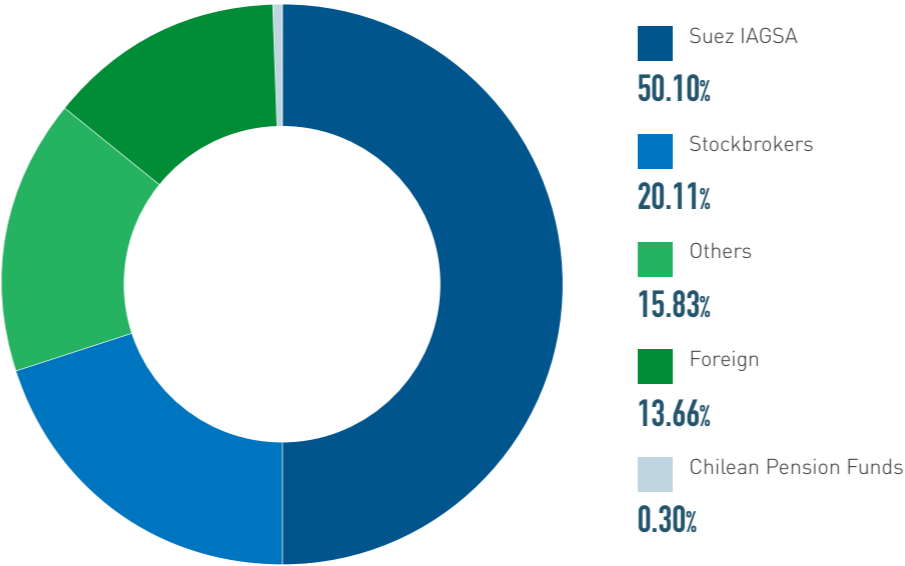
1,000,000,000 shares,
single series, comprise
the capital stock of IAM
S.A., as of December
31, 2021.

At the end of 2021, the twelve main shareholders of IAM are as follows:

NAME OR COMPANY NAME	RUT	SHARES	%
Suez Inversiones Aguas del Gran Santiago Ltda.	77.329.730-4	501,000,000	50.10%
Soc. de Inversiones y Rentas Liguria Ltda.	87.736.700-2	77,191,039	7.72%
Banco de Chile on behalf of non-resident investors	97.004.000-5	42,771,269	4.28%
Larrain Vial S.A. Stock Brokers	80.537.000-9	42,663,683	4.27%
Banco de Chile on behalf of State Street	97.004.000-5	39,946,979	3.99%
Banchile Stock Brokers S.A.	96.571.220-8	29,012,480	2.90%
Bci Stock Brokers S.A.	96.519.800-8	26,616,713	2.66%
Santander Stock BrokersLimitada	96.683.200-2	25,827,577	2.58%
Banco Santander on behalf of non-resident investors	97.036.000-K	22,864,175	2.29%
Bolsa de Comercio de Santiago Stock Exchange	90.249.000-0	20,000,413	2.00%
Banco de Chile on behalf of Citi NA London Client	97.004.000-5	11,125,064	1.11%
Banchile Adm. General de Fondos S.A.	96.767.630-6	10,896,784	1.09%
Other (365 Shareholders)		150,083,824	15.01%
		1,000,000,000	100%

2021 SHAREHOLDER COMPOSITION

As of December 31, 2021, IAM’s capital stock is comprised of 1,000,000,000 fully subscribed and paid-in single-series shares, distributed among 538 shareholders.



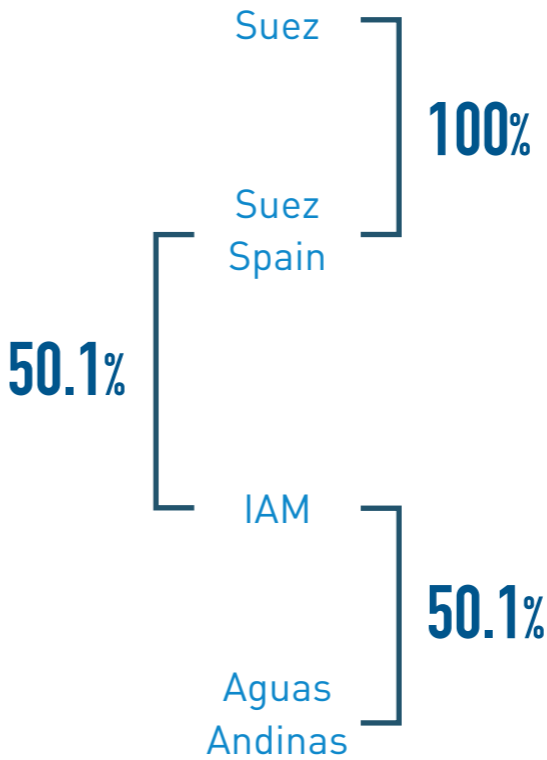
Suez Spain belongs to the Suez Group, a world leader in water and waste management, with a presence on 5 continents and 90,000 employees worldwide.

Controlling group

Suez Spain is the controlling group of IAM, through Suez IAGSA, a company that owns 50.1% of the equity of Inversiones Aguas Metropolitanas. In turn, IAM owns 50.1% of the shares of Aguas Andinas and its subsidiaries.

Suez Spain belongs to the Suez Group, a world leader in the water and waste sectors, with a presence on 5 continents and 90,000 employees worldwide, at the service of efficient and sustainable resource management.

With more than 150 years of experience, the companies of the Suez Spain Group are world leaders in activities related to water and environmental management, with a presence in several countries, such as Spain, Chile, Mexico, Colombia and Peru.



THE BOARD OF DIRECTORS

IAM'S BOARD OF DIRECTORS IS COMPOSED OF SEVEN MEMBERS AND SEVEN ALTERNATE MEMBERS. Each director serves a three-year term, with the possibility of re-election at the end of the term.

Ending 2021, IAM's directors are as follows:

Felipe Larraín Aspillaga



Chairman

Civil Engineer from the Pontificia Universidad Católica de Chile. General Manager of Aguas Andinas between 2004 and 2011, President of Aguas Andinas from 2011 to 2016, Director of Sociedad del Canal de Maipo. Director of IAM since April 30, 2014. Chairman of IAM since June 29, 2016. Since January 2016, General Manager of BU Agua Chile South Pacific, to develop all activities of the Suez Group for the Southern Cone of Latin America.

Alberto Muchnick Mlynarz



Vice President

Commercial Engineer and Business Administrator from the University of Chile. Former Managing Director of HSBC Bank (USA) and Executive Vice President for Latin America of Republic National Bank. Current Chief Executive Officer of CGIS Securities, LLC in Miami, USA and Director of Suez North America. Director of IAM since April 21, 2010.

Herman Chadwick Piñera



Director

Lawyer and law degree from the Pontificia Universidad Católica de Chile, he freely practices law as a partner of the law firm Chadwick & Cía. He is Chairman of Enel Chile, Director and member of the board of Inversiones Aguas Metropolitanas and Viña Santa Carolina. He is also Vice-Chairman of the concession companies Autopistas Intervial Chile S.A., Ruta del Maipo, Ruta del Maule, Ruta del Bosque, Ruta de la Araucanía and Ruta de Los Ríos. Past President of the Arbitration and Mediation Center of the Santiago Chamber of Commerce. He is also Member of the Advisory Council of the Centro de Estudios Públicos. Director of IAM since April 27, 2006.

Ignacio Guerrero Gutiérrez



Director

Commercial Engineer from the Pontificia Universidad Católica de Chile and Master in Business Administration (MBA) from Harvard Business School. Former Vice President of Citibank in New York and NMB Bank (now ING Bank) also in New York and Vice President of Codelco Chile. He is currently partner and director of CMB Prime AGF SA, Hortifrut S.A. and several road infrastructure companies linked to Prime Infraestructura Investment Funds. Director of IAM since April 27, 2006.

Hernán Cheyre Valenzuela



Director

Degree in Economics and Commercial Engineering from the Pontificia Universidad Católica de Chile, Master in Economics from the University of Chicago. He was a founding partner of Econsult, General Manager of the risk rating agency Fitch Chile, Executive Vice President of Corfo and has held the position of director in various public and private companies to date. He is currently Director of the Business and Society Research Center (CIES) of the Faculty of Economics and Business of the Universidad del Desarrollo. Director of IAM since April 27, 2017.

Luis Enrique Álamos Olivos



Director (Independiente)

Chartered Accountant, Universidad de Santiago de Chile. PADE, ESE, Business School, Universidad de los Andes. Joined PwC Chile in 1983. During his career he has worked for a wide range of companies, specializing in the retail, salmon, mass consumption and insurance industries. For the last 15 years he has specialized in Tax Advisory and Planning for individuals and companies. In addition, from 2010 to 2018 he served as Senior Partner of PwC Chile. He currently serves on the boards of Grupo de Empresas FG, Exportadora e Inversiones Agroberries S.A., Inversiones Aguas Metropolitanas S.A., landes Gestión Inmobiliaria and ICB S.A., among others. Member of the ESE Directors' Circle. Member of the G12 Group/ Directors of Icare. Director of IAM since July 24, 2019.

Rodrigo Azócar Hidalgo



Director

Civil Industrial Engineer from the University of Chile, Chilean academic and consultant. Throughout his long career he has been General Manager of Credits at Banco del Estado; consultant to the Ministry of Economy, Development and Reconstruction; consultant to the Inter-American Development Bank (IDB); General Manager of Metro de Santiago; Chancellor of Universidad de Viña del Mar; General Manager of ENAP, ESVAL and Aguas del Valle; Corporate Manager of CORFO; Chairman of the Board of Directors of Metro S. A. He is currently a director of ENAP, ESVAL and Aguas del Valle. A. He is currently a director of ENAP, ERSa and SIPETROL, of Fondo de Infraestructura S.A. and of Empresa Metro de Bogotá S.A. He has been a director of IAM since July 24, 2019.

Alternate directors

Note: More information on the Board of Directors and Management can be found in the Corporate Governance section of this report.

Hugo Silva Raveau



Alternate Director

Industrial Mechanical Technician, Universidad Federico Santa María and Diploma in Administration, Universidad Adolfo Ibáñez. He worked 42 years at General Electric in various roles, Regional Director of Mining and was Regional President for Chile, Peru, Bolivia and Ecuador. Former Director of AmCham, leading the operation for the approval of the USA/Chile free trade agreement. Current partner and Director of Crisis Management Latin America.

Andrés Muchnick Cruz



Alternate Director

Commercial Engineer from the Pontificia Universidad Católica de Chile. He has participated in specialization programs in Venture Capital at Berkeley and Value Investing and Real Estate at Columbia Business School. He has developed his career in the investment field and as a business advisor. He is involved in the food technology, investment, logistics and real estate industries. He is an advisor to Notco and AMM Capital and a director at Boosmap and RCR.

Narciso Berberana Sáenz



Alternate Director

Industrial Civil Engineer, with a Master's degree in New Technologies in Business Management from the Escuela de Organización Industrial, EOI in Madrid and in Executive Development Planning from the Instituto de Empresa, IE in Madrid, Spain. He has served as CEO in large environmental services companies. He has been part of the global Agbar group for more than 26 years, currently as a director and Chief Strategist Officer. Since April 2019 he is also a director of Aguas Andinas, group of which he was CEO (2016-2019).

Carlos Mladinic Alonso



Alternate Director

Commercial Engineer from the University of Chile and Economist. He was minister of two portfolios in the government of Eduardo Frei Ruiz-Tagle. He was a director of Banco del Estado and Chairman of Sistema de Empresas Públicas (SEP) and of the Board of Directors of Televisión Nacional de Chile (TVN). He was Chairman of the Fundación para el Desarrollo de Magallanes, Chairman of the Servicio de Cooperación Técnica (Sercotec), Chairman of the Board of the Fundación Europa-Chile (EuroChile) and member of the board of Fundación Chile. He has been a director of several companies, including Empresa Eléctrica Pilmaiquén, Empresa Nacional del Carbón, Celulosa Arauco y Constitución, Aguas Andinas, METRO S.A. and ENAER.

María José Uauy Cúneo



Alternate Director (independent)

Commercial Engineer with a major in Administration from the Pontificia Universidad Católica de Chile. Diploma in Public Policy from the Pontificia Universidad Católica de Chile. She was Assistant Manager of ETF's at Larrain Vial and Investment Analyst at Inversiones Liguria. She is currently Executive Director of Fundación Liguria.

Rodrigo Castro Fernández



Alternate Director

Commercial Engineer with a major in Economics from Universidad Gabriela Mistral. Master in Economics from Georgetown University. Specialization courses in Strategy and Finance at Stanford University and the University of California, Berkeley. Former Dean of the School of Economics and Business at Universidad del Desarrollo. Professor at Universidad Adolfo Ibáñez. Director of companies. Former Consultant to the World Bank and the IDB. Partner and Director of Genesis Ventures.



The Administration

Fernando Samaniego Sangroniz

Chief Executive Officer

Lawyer, Pontificia Universidad Católica de Chile. Diploma in Competition Economics, Fundamentals for Lawyers, Universidad de Los Andes. Partner of the firm Prieto Abogados. Member of the list of arbitrators of the Mediation and Arbitration Center of the CCS and the National Arbitration Center. Director of Aguas Andinas since 2013 and CEO of IAM since May 2021.

04

The Company
Operations
Customers
Environmental Services
Subsidiaries

OUR BUSINESS

IAM

Inversiones Aguas Metropolitanas



INNOVATION AS A COMPETITIVE ADVANTAGE AND SOURCE OF VALUE, AIMED AT IMPROVING PROCESSES, PRODUCTS AND SERVICES, IS ONE OF THE CORNERSTONES OF IAM'S MANAGEMENT.

THE COMPANY

IAM, THROUGH THE OPERATION OF ITS SANITATION SUBSIDIARIES, PROVIDES POTABLE WATER SERVICES IN THE CONCESSION AREAS LOCATED IN THE METROPOLITAN REGION. COMPLEMENTARILY, THROUGH ITS NON-SANITATION SUBSIDIARIES, THE COMPANY PROVIDES ENVIRONMENTAL SERVICES RELATED TO THE SANITATION INDUSTRY.

What are your sanitation subsidiaries?



What does IAM do through its sanitation subsidiaries?

- It provides the following services:
- Raw water collection
 - Production, transportation and distribution of potable water
 - Collection, treatment and disposal of sewage water

To whom does it deliver these services?

+ 8 million inhabitants (estimated population)

Where?

On **71,000 hectares** located in the Santiago basin, in the intermediate depression of central Chile (Metropolitan Region).

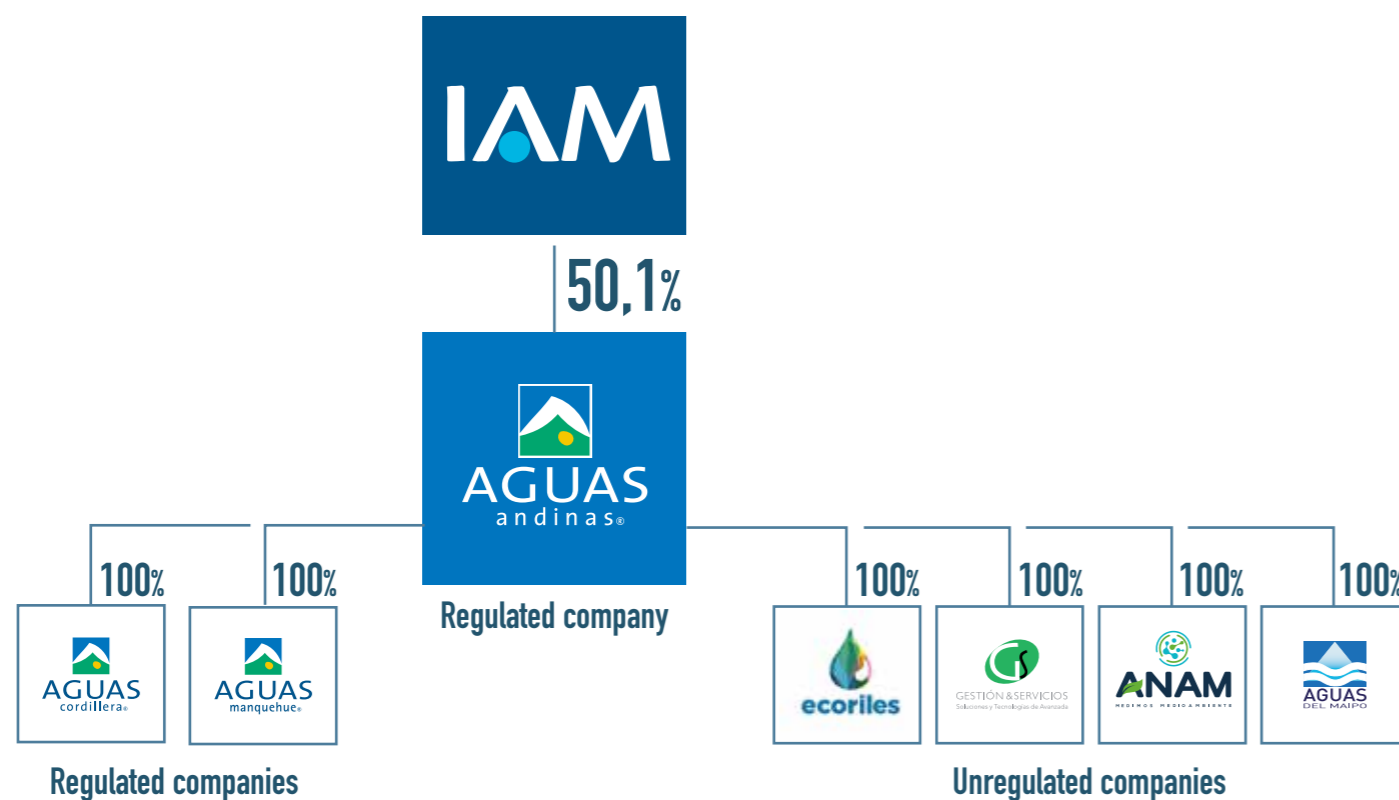
Which are its environmental services subsidiaries?

EcoRiles, Gestión & Servicios, Análisis Ambientales (Anam) and Aguas del Maipo.



What service does IAM provide through these unregulated subsidiaries?

- **EcoRiles:** Industrial waste treatment services
- **Gestión & Servicios:** Commercialization of equipment
- **Anam:** Laboratory analysis
- **Aguas del Maipo:** Development of sanitation related energy projects

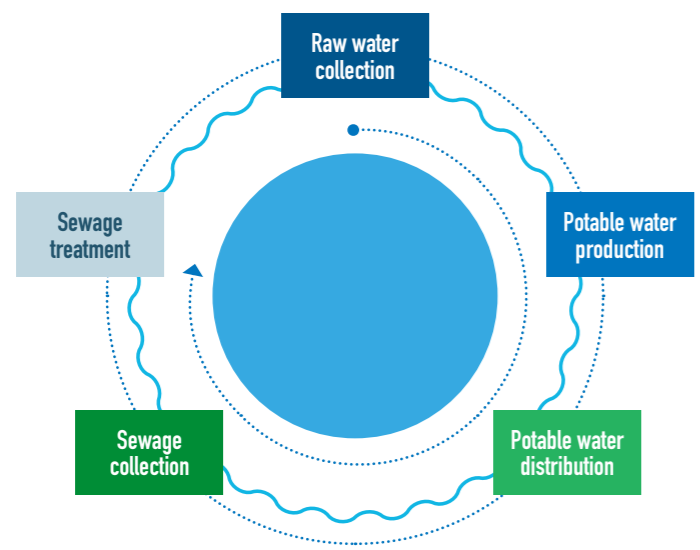


THE ENVIRONMENTAL SERVICES SUBSIDIARIES PROVIDE COMPREHENSIVE AND COMPLEMENTARY MANAGEMENT TO THE SANITATION AND GENERAL INDUSTRY, THROUGH THE DELIVERY OF ENVIRONMENTAL SERVICES THAT

ADD VALUE TO THE ENVIRONMENT AND THE PUBLIC.

OPERATIONS

IAM manages the water cycle in a comprehensive and efficient manner, which includes the processes of raw water collection; production, transportation and distribution of potable water; and collection, treatment and disposal of sewage.



Raw water collection

- Main catchment sources:
- Maipo River
 - Mapocho River

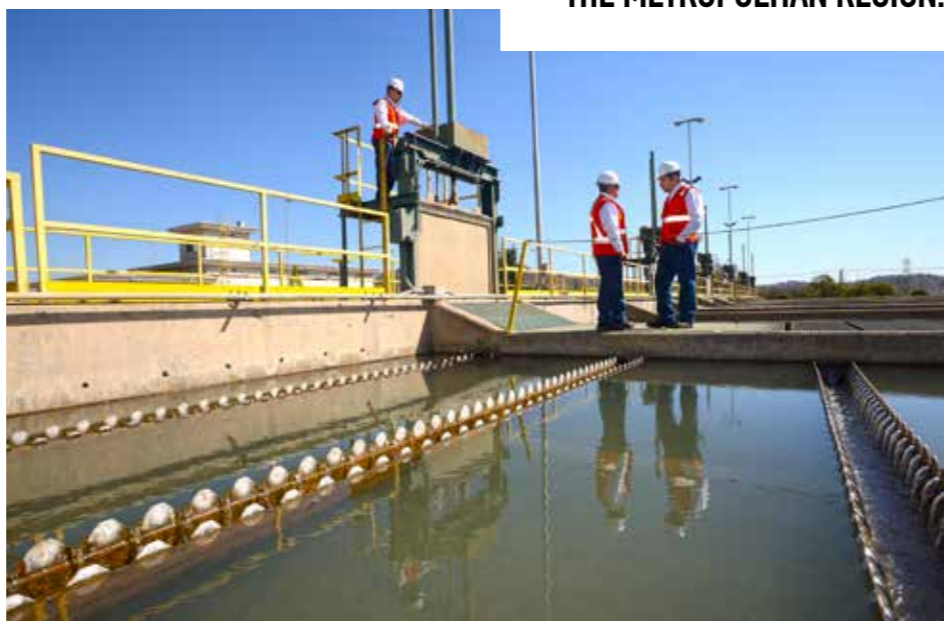
Through its subsidiaries, IAM maintains legal ownership of the water rights to all of its sources.

- Largest water reserves:
- El Yeso reservoir (220 million m³)
 - Laguna Negra (600 million m³)
 - Lo Encañado Lagoon (50 million m³)
 - Pirque Mega Ponds (1,480 million m³)

The 6 mega ponds at Pirque began operating in early 2020, providing greater security and robustness to the water system of IAM's subsidiaries.

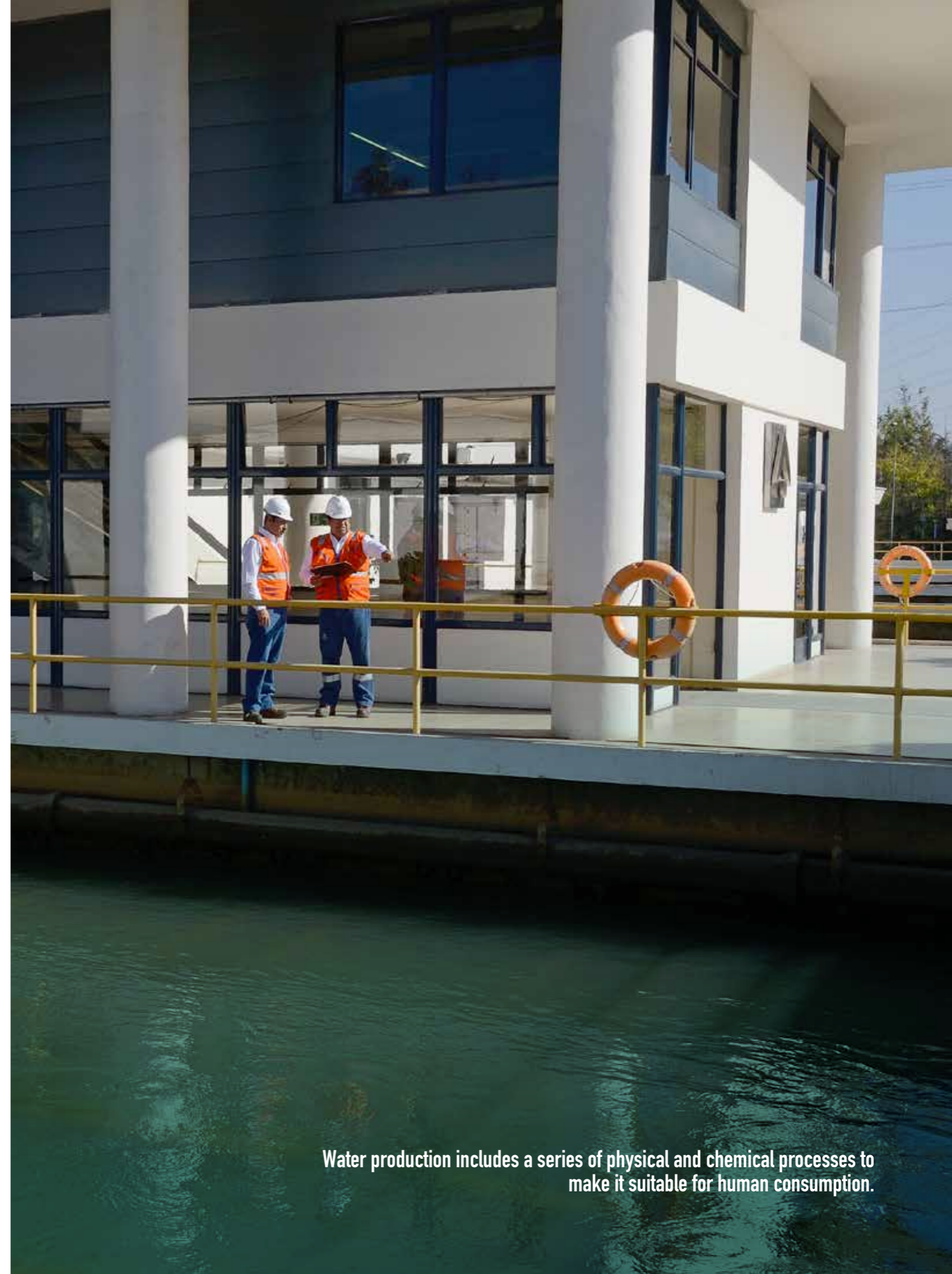
Potable water production

- Main potable water production plants:
- Las Vizcachas Complex (16 thousand liters per second).
 - La Florida Plant (4 thousand liters per second)
 - Chamisero Silver (500 liters per second)
 - Other 15 smaller facilities



ONE OF THE PREMISES
OF IAM'S OPERATION IS
**EXCELLENCE
IN THE
PROVISION
OF
SERVICES.**

THE LAS VIZCACHAS
COMPLEX PRODUCES
ABOUT
78%
OF THE POTABLE WATER THAT
SUPPLIES THE INHABITANTS OF
THE METROPOLITAN REGION.



Water production includes a series of physical and chemical processes to make it suitable for human consumption.



Transportation and distribution of potable water

IAM's water utilities maintain an extensive subterranean network and a set of regulating reservoirs to transport and distribute potable water to all water utility customers in their concession areas.

Regulating reservoirs:

357 tanks in the Metropolitan Region
1,200,000 m3 total capacity.

Sewage collection

Through its sanitation subsidiaries, IAM has an efficient collection network, designed to operate on a gravitational basis, taking advantage of the location of the city of Santiago, at the foot of the Andes Mountains. Sewage is evacuated through the sewer system and taken to sanitation plants or final disposal points.

Sewage treatment and disposal

Wastewater treatment plants:

2 large facilities: La Farfana Biofactories and the Trebal-Mapocho Complex + 12 smaller plants (of localities)

The sewage treatment plants allow the sanitation of the water used, leaving it in optimal conditions for its restitution to natural watercourses, in compliance with the standards required by Chilean legislation.

100%

COVERAGE OF POTABLE WATER DISTRIBUTION.

The purpose of the regulation tanks is to ensure adequate pressure and continuous supply for the customers of the company's subsidiaries.

98.8%

SEWAGE COLLECTION COVERAGE.

The collection network is constantly monitored to ensure proper operation.

100%

COVERAGE OF SEWAGE TREATMENT.

The biofactories in Greater Santiago make it possible to recover and reuse the waste obtained during the purification process.



CUSTOMERS

IAM's sanitation companies provide sanitation services to approximately 2.2 million customers, equivalent to an estimated population of 7 million people, within their concession areas, located in the Metropolitan Region of Chile.

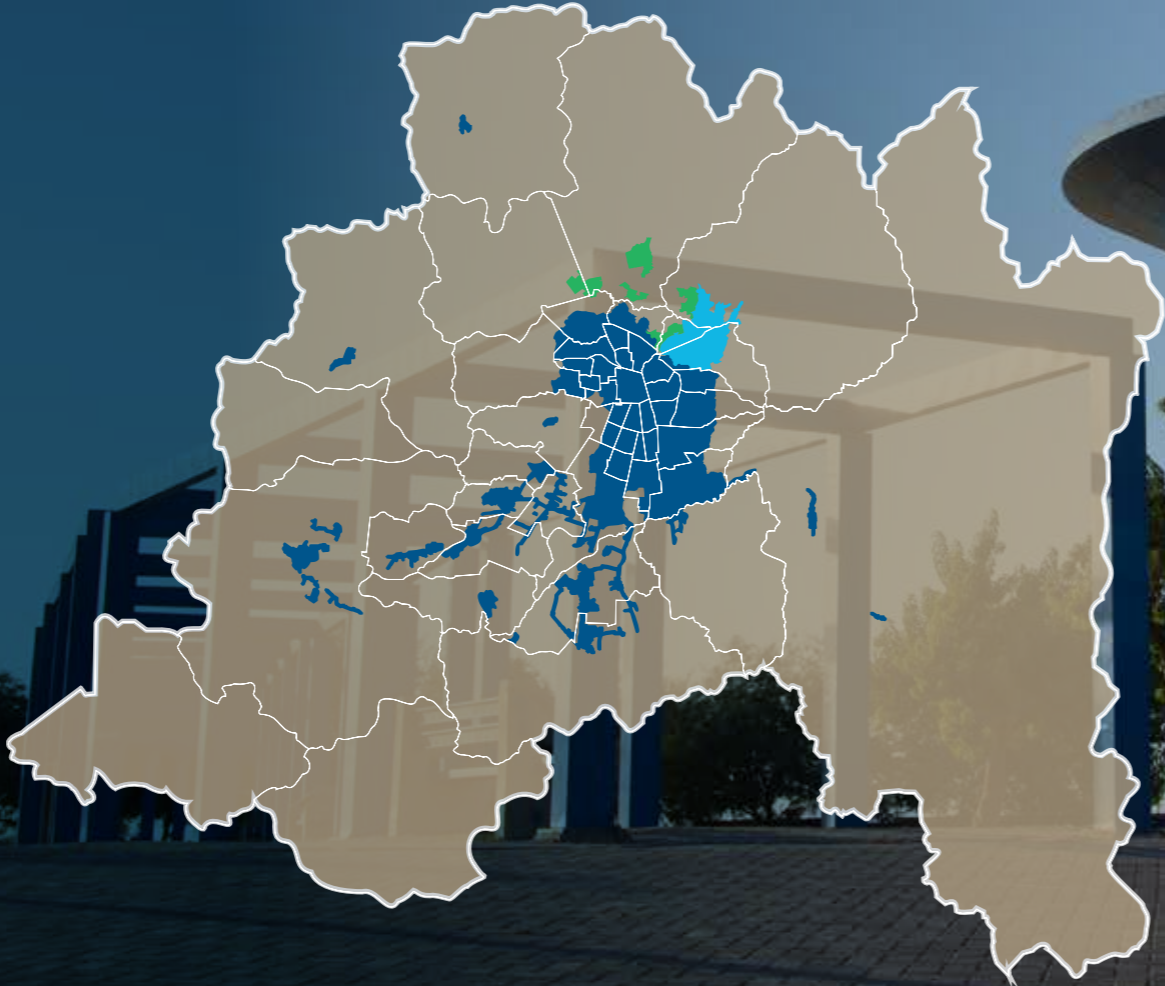
Potable water customers ⁽¹⁾

Year 2021:
2,207,344

Year 2020:
2,169,426

⁽¹⁾ The term "customer" corresponds to the natural or legal person who lives and/or resides in the property that receives the public service of potable water distribution, sewage collection or both.

CUSTOMERS SUPPLIED BY IAM
AND ITS SANITATION SUBSIDIARIES
ARE CLASSIFIED AS RESIDENTIAL,
COMMERCIAL AND INDUSTRIAL.



METROPOLITAN
REGION

 Aguas Andinas S.A.  Aguas Cordillera S.A.  Aguas Manquehue S.A.

ENVIRONMENTAL SERVICES SUBSIDIARIES



It plays a strategic role for Aguas Andinas, since it prevents industries from discharging into the sewage system elements that are not allowed by regulations and that can cause problems in the treatment plants. Since 2000, it has consolidated its position as the leading operator of industrial effluent plants in Chile, with a market share of 41% throughout the country. It stands out especially in the dairy industry, with a market share of more than 90%, and is also present in the paper and food sectors. Among its most promising growth opportunities is the handling of cosubstrates, i.e., dairy industry waste that must be disposed of in an appropriate manner. Ecoriles transfers them to sewage treatment plants, where the sugars contained in these wastes collaborate with the process.

Location: Walter Lihn 1868, Santiago de Chile.
General Manager: Paola Arata Zapico



A logistics operator specialized in the commercialization of materials for potable water and sewage networks, G&S provides on-site technical advice to its clients, delivering timely solutions and services for the development and execution of all types of sanitation projects. Since December 2020, the subsidiary has a new warehouse, which optimizes storage capacity, with state-of-the-art technology and equipment, ensuring traceability, availability and timely delivery of materials. The subsidiary, in the search for continuous improvement, has developed a plan to review and digitalize its processes, strengthening planning with a focus on customer satisfaction. On the other hand, it is evaluating projects for the use and reuse of water, aimed at mitigating the drought projected for the coming years in the institutional and real estate market, as well as the implementation of services that enhance the management of the matrix, such as the intervention of pipes without cutting water and the renewal of collectors without the need for trenching.

Location: José Ananías 530, Santiago de Chile.
General Manager: Pablo Martínez Ubago



It is a laboratory dedicated to environmental analysis and sampling of water, soil and sludge, accredited under Chilean and international requirements of facilities such as LabaquaAgbar and Cirsee-Suez. It has developed state-of-the-art analytical techniques that allow reaching the highest level of detection and quantification for organic compounds and metals present in water. Today it has a high market share in the national potable water and bottled water markets, and also provides services to the country's main wastewater and sewage industries. After winning a bidding process, it has taken charge, on behalf of Aguas Andinas, of the daily quality analysis of the potable water produced and of the treated water that is returned to the natural watercourses. In the future, the subsidiary intends to be present in hitherto unexplored sectors, such as large-scale mining and the analysis of sewage samples for the detection of COVID-19 outbreaks.

Location: Av. Américo Vespucio 451, Santiago, Chile.
General Manager: Paola Arata Zapicoo



Created in 2011, this subsidiary is dedicated to developing energy projects derived from the sanitation business. In 2017, it began operating a methanization plant, which transforms the biogas generated by the La Farfana biofactory into biomethane, which is injected into Santiago's natural gas networks. This initiative has been highlighted for its contribution to sustainability, as it significantly reduces CO2 emissions in the Metropolitan Region, thanks to which it obtained two distinctions from the Recyclápolis Foundation in 2018.

Location: 1398 Presidente Balmaceda Avenue, Santiago, Chile.
General Manager: Orlando Salgado Céspedes

IN SUPPORT OF ITS
 CORE BUSINESS, IAM
 HAS PROMOTED THE
 DEVELOPMENT OF NON-
 REGULATED BUSINESSES,

COMPLEMENTARY TO THE
 SANITATION INDUSTRY





05



Introduction
Water cycle management 2021
Investments of the year
Customers
Employees
Environment

2021 FISCAL YEAR

IAM

Inversiones Aguas Metropolitanas



MITIGATING THE EFFECTS OF CLIMATE CHANGE

A new year of great challenges was the 2021 fiscal year for IAM and its subsidiaries. Although the pandemic began to be controlled with the gradual return to face-to-face activities and a progressive increase in economic and industrial operations, especially from the second half of the year, the effects of climate change became even more present during the period, mainly in central Chile, where the Company's sanitation concession areas are located.

At the beginning of February 2021, the Metropolitan Region was affected by the "atmospheric river" phenomenon, of great intensity, which produced high turbidity in the Maipo and Mapocho rivers with the consequent paralyzation of the production plants. This event, of unprecedented magnitude, was successfully withstood

by the sanitation subsidiaries, thanks to the crisis management implemented as well as the presence of the 6 Pirque reservoirs, which allowed providing raw water reserves, avoiding the supply cut to the population of Santiago.

In addition, the mega drought, which has been present in the area for more than a decade, continued intensifying the water shortage in the Santiago basin and affecting the availability of the resource for the supply of potable water to the citizens of the Metropolitan Region. Faced with this scenario, the Company has continued with its short, medium and long-term investment plans in order to mitigate these impacts, provide greater robustness and security to the system and, thus, guarantee the supply to all its customers. In 2021, the investment

of IAM's sanitation companies reached 154,239 million pesos, which were mainly allocated to supply security projects, network maintenance, availability of water resources and other projects, such as digitalization of processes and systems.

An important milestone of the year was the agreement signed with the irrigators of the first section of the Maipo River, which formally structured the relationship and sustainable management of the basin, giving priority to the resource for human consumption and committing investments by Aguas Andinas. In financial terms, despite higher production and raw material costs, and rising inflation in Chile, mainly from the last quarter of the year, IAM continued to perform a serious and responsible management, which has allowed the

financial stability of the Company. In May, a dividend distribution was made to shareholders and then, in November, an interim dividend distribution was made on account of 2021 earnings. This sustainable management meant that the risk rating agencies have assigned IAM shares a first class level 1 rating (Feller Rate) and a first class level 2 rating, granted by Fitch.

2021 MANA- GEMENT

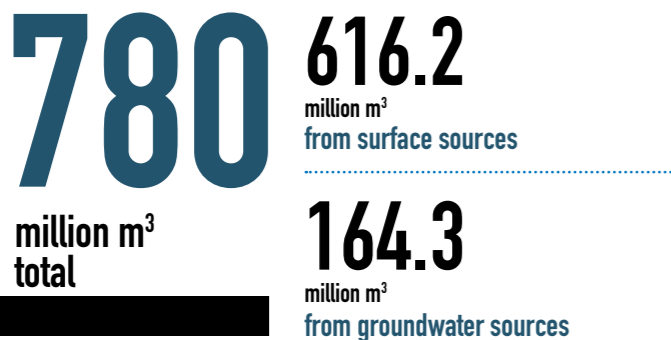
The integral management of the water cycle includes the operation of the processes of raw water collection, passing through the production and distribution of potable water, and then withdrawing and treating sewage. During the 2021 fiscal year, IAM subsidiaries managed these processes with high standards of safety, quality and efficiency, ensuring the supply to a universe of 7 million people, in a complex scenario marked by the mega drought affecting the concession area.

IAM HAS A SUSTAINABLE
BUSINESS MODEL, BASED
ON THE DEVELOPMENT
OF PEOPLE AND ON
RESPONSIBILITY CRITERIA



POTABLE WATER CAPTION AND PRODUCTION

Annual production of potable water in 2021⁽¹⁾:
(1) Measured at plant outlet.



Potable water production by type of source, in millions of m³

Source	2017	%	2018	%	2019	%	2020	%	2021	%
Surface water	646,8	85%	651,2	83%	652,7	82%	606,2	79%	616,2	79%
Groundwater	114,6	15%	130,3	17%	139,2	18%	164	21%	164,3	21%
Total	761,4	100%	781,5	100%	791,9	100%	770,2	100%	780,5	100%

Major investments and projects 2021

During the year, the focus was on investments to increase the availability of the resource, such as greater water purchases (which increased by Ch\$ 1,548 million) and deeper subway catchments, allowing the safety level of the El Yeso reservoir to be maintained. Drilling and reinforcements to the potable water system were also added, such as the new Cerro Negro - Lo Mena wells, and the modernization and expansion of the new Padre Hurtado Potable water Treatment Plant.

A milestone of the year was the signing of a collaboration agreement between the irrigation associations of the First Section of the Maipo River and the subsidiary Aguas Andinas, in August 2021, which establishes a series of measures to lay the foundations for a solution that reinforces the water supply to the population and, at the same time, the necessary use to support the agri-food sector, improving the water efficiency of the basin.



POTABLE WATER DISTRIBUTION

Total length of the distribution network in 2021:

13,433
kilometers at consolidated level.

DURING 2021, THE POTABLE WATER DISTRIBUTION NETWORK OF IAM'S SUBSIDIARIES INCREASED BY

25 KILOMETERS COMPARED TO THE PREVIOUS YEAR.

Company	2017	2018	2019	2020	2021
Aguas Andinas	11,884	11,919	11,985	12,028	12,050
Aguas Cordillera	1,154	1,157	1,158	1,158	1,158
Aguas Manquehue	220	220	220	222	224
Total	13,258	13,296	13,363	13,408	13,433

Major investments and projects 2021

In 2021, we continued with the implementation of the Water Efficiency Plan, which aims to achieve a more efficient management of the distribution of potable water, seeking to reduce losses by identifying invisible incidents and improvements in the digitization of subterranean networks.

At the same time, we continued with the maintenance and improvement program for the potable water distribution network and, among other projects, we reinforced the autonomy in 12 hours for the subsidiary Aguas Cordillera, through works carried out in the new San Antonio and San Enrique reservoirs.



The Water Efficiency Plan seeks to reduce non-revenue water, recovering 70 cubic hectometers (hm³) of potable water per year.

BACK TO INDEX



SEWAGE COLLECTION

Total length of sewer system 2021:

10,907
kilometers at consolidated level.

AT THE END OF THE 2021 FISCAL YEAR, THE SEWAGE COLLECTION NETWORK OF IAM'S SUBSIDIARIES INCREASED BY

3% COMPARED TO THE PREVIOUS YEAR.

Company	2017	2018	2019	2020	2021
Aguas Andinas	9,654	9,695	9,744	9,763	9,790
Aguas Cordillera	919	950	921	921	924
Aguas Manquehue	190	190	191	192	193
Total	10,763	10,835	10,856	10,875	10,907

Major investments and projects 2021

In fiscal year 2021, IAM's sanitation continued to invest in the renovation of the sewage network, in order to maintain a safe service for the citizens of the Metropolitan Region. During the year, preventive management of the sewage collection network was also carried out, with efficient cleaning and unblocking tasks thanks to televised and remote inspections.

As part of the innovation projects, epidemiological criteria monitoring campaigns were carried out at specific sampling points in the sewage network, to observe and analyze the levels of Sars-Cov-2 present in the sewage water, in order to contribute to the environmental and epidemiological surveillance of the citizens.



At the end of 2021, the innovation project City Sentinel of the subsidiary Aguas Andinas was awarded by the Chilean-British Chamber of Commerce with the XII Environmental Innovation Recognition (RIGA, 2021) in the category of best project in social management.

SEWAGE TREATMENT

Annual sewage treatment volume in 2021:

509
million m³

68% OF BIOSOLIDS GENERATED IN THE AGUAS ANDINAS SUBSIDIARY'S BIOFACTORIES WERE REUSED AS FERTILIZER FOR AGRICULTURE IN 2021.

Sewage treatment Aguas Group (millions of m³)

Plant	2017	2018	2019	2020	2021
La Farfana	275,8	274,9	277,8	251,9	246,5
El Trebal-Mapocho	222,4	229,0	225,3	222,0	228,4
Other Plants in the Metropolitan Region	35,6	35,9	27,6	33,9	33,6
Total	533,8	539,8	530,6	507,7	508,5

Major investments and projects 2021

During the year, IAM's sanitary plants made investments in potable water treatment, consisting of the improvement and replacement of assets at the La Farfana and Mapocho-Trebal biofactories. In addition, a nitrate treatment project was carried out at both facilities.

In terms of sludge recovery and reuse, in 2021, 62.4% of the biosolids were reused as fertilizer for agriculture and 29.8% was destined for the El Rutal center.



INVESTMENTS IN 2021

154,239
million of investment in 2021.

During the 2021 fiscal year, IAM maintained and ratified its commitment to the sustainable development and progress of the country through the investment of its subsidiaries of close to 155 billion pesos in the year ended December 31.

The focus of the investments was centered on carrying out the necessary projects to mitigate and confront the effects of climate change in the Santiago basin, in order to adapt the waterworks to the structural phenomena of water scarcity and the extreme turbidity events that occur in the Maipo and Mapocho rivers. The main investments include works to provide greater security of supply, maintenance and improvement of networks, works to improve the availability of water resources and, finally, other projects, such as the digitalization of processes and systems.

Of the total annual investment of IAM's subsidiaries, 99.11% corresponded to the sanitary subsidiaries and the remaining 0.89% to the non-regulated subsidiaries.

Investments by subsidiary in millions of pesos (2021)

Investment amount in ThCh\$ in 2021	
Aguas Andinas	123,304
Aguas Cordillera	26,650
Aguas Manquehue	2,918
Non-sanitation subsidiaries	1,367
Total	154,239



A large field deployment was carried out by IAM's sanitation services in order to get closer to its clients with a closer and more timely attention.



IAM'S POTABLE WATER CUSTOMERS INCREASED BY

1.74%

DURING THE YEAR 2021.

CUSTOMERS

During 2021, IAM's healthcare subsidiaries once again confirmed their deep commitment to their clients, this time reinforcing their efforts due to the context of the economic crisis caused by the pandemic. In this regard, payment agreement policies and programs were made more flexible in order to help the most vulnerable families in the concession areas of the healthcare subsidiaries.

At the same time, the Company was deployed in the different territories to get closer to customers by facilitating customer service, with the presence of the mobile agency, activities with the municipalities and the realization of debt regularization days. In addition, the remote channels and the digitalization of customer service processes were given greater impetus.

Sanitary	Potable water	Sewerage
Aguas Andinas	2,020,421	1,978,884
Aguas Cordillera	171,066	168,627
Aguas Manquehue	15,857	15,398
Total	2,207,344	2,162,909

EMPLOYEES

During the year, we continued with our special concern for the health of our workers, particularly in the context of the pandemic that will continue during the year 2021 at a global level. To this end, we continued with the care and protocols to generate optimal working conditions to ensure adequate protection of the health and safety of all people who are part of IAM subsidiaries.

In terms of teleworking, as of October 2021, a plan for a gradual return to in-person work activities began with two days a week of work at the corporate offices, and as of November, this was increased to three days a week.

Staffing 2021

As of December 31, 2021, the total headcount of IAM and subsidiaries reached 1,729 employees.

Position	IAM	Aguas Andinas	Aguas Cordillera	Aguas Manquehue	Ecoriles	ANAM	Gestión y Servicios	Aguas del Maipo	Total
Managers and Lead Executives	2	55	5	0	3	2	1	0	68
Management		87	8	0	9	6	3	1	114
Professionals	1	436	19	2	41	100	13	0	612
Technicians		203	33	4	19	124	7	1	391
Administration	1	36	3	0	3	8	4	0	55
Workers		247	53	7	169	7	6	0	489
Total	4	1,064	121	13	244	247	34	2	1,729

* Aguas Cordillera and Aguas Manquehue share managers and senior executives.





SAFETY INDEXES

In 2021, IAM's subsidiaries again presented very good safety and risk prevention indexes, reflecting the Company's ongoing efforts for the health and safety of its workers.

Companies	Incident Rate				
	2017	2018	2019	2020	2021
Aguas Andinas	16.01	4.57	11.41	9.02	9.7
Aguas Cordillera	0.00	37.50	85.08	9.36	7.55
Aguas Manquehue	0.00	0.00	0.00	0	0
ECORILES	0.00	0.00	0	0.88	1.26
Anam	3.06	0.85	24.08	0	5.91
Gestión y Servicios	0.00	0.00	64.39	32.04	0
Aguas del Maipo	0.00	0.00	0.00	0	0
TOTAL	15.19	8.16	17.99	7.19	7.57

Companies	Accident Rate				
	2017	2018	2019	2020	2021
Aguas Andinas	0.72	0.55	1.29	0.74	1.03
Aguas Cordillera	0.00	2.40	4.05	1.70	0.00
Aguas Manquehue	0.00	0.00	0.00	0.00	0.00
ECORILES	0.00	0.00	0.00	0.44	0.84
Anam	0.44	0.43	1.20	0.39	1.18
Gestión y Servicios	0.00	0.00	2.93	5.83	0.00
Aguas del Maipo	0.00	0.00	0.00	0.00	0.00
TOTAL	0.63	0.58	1.33	0.80	0.92



RESPECT AND CARE FOR THE ENVIRONMENT AND THE NATURAL SURROUNDINGS IS A PERMANENT COMMITMENT WITHIN THE MANAGEMENT OF IAM'S SUBSIDIARIES, WHICH PURSUE SUSTAINABLE DEVELOPMENT IN EACH OF THEIR OPERATIONS.

ENVIRONMENT

Sustainable development, built on the basis of a respectful and environmentally friendly economy, is at the center of the management vision of IAM's subsidiaries.

In this line, Aguas Andinas has been leading since its inception the "50 to 1 billion" initiative, promoted by the International Water Association, being the first sanitation and environmental services company in the world to join this action, which seeks to bring together the 50 largest sanitation companies globally to promote a successful

adaptation to the climate emergency and, thus, positively impact more than 1,000 million people. With this announcement, IAM reaffirms its commitment to the global climate emergency by consolidating a model of adaptation and circular economy in response to the effects of the sustained rise in global temperatures.

06

Introduction
Risk Factors
Main suppliers
Dividend policy
Distributable income year 2021
Share transactions



FINANCIAL MANAGEMENT

IAM

Inversiones Aguas Metropolitanas



SERIOUS AND RESPONSIBLE MANAGEMENT

Strengthening the long-term view of IAM's financial management, which is characterized by maintaining a serious and responsible management, in 2021 one of the greatest challenges of the Company was to ensure its financial strength in order to meet the investment plan of its subsidiaries, which in the year totaled more than 154 billion pesos.

Among the actions taken during the period, communication and information provided to the market was intensified in order to generate confidence and dispel doubts related to the local sanitation industry. In this line, one-to-one meetings with investors and webinars on topics of interest to the Company's stakeholders were promoted during the year.

In terms of results, operating costs showed an increase due to the climate crisis and the increase in the value of labor. To compensate for this increase, management carried out an important cost management control and a prioritization of investments that imply a decrease in operational risks. This responsible management allowed a dividend distribution to shareholders in May 2021, followed by an interim distribution of the 2021 profit accounts in November.

This sustainable management allowed the risk rating agencies to assign IAM shares a first class level 1 rating (Feller Rate) and a first class level 2 rating, granted by Fitch Ratings.

THE INVESTMENT PLAN THE
YEAR 2021 TOTALED MORE THAN

154

BILLION PESOS.



RISK FACTORS

Operational risks

Seasonality

The healthcare business is largely determined by its seasonality. The highest levels of demand and, therefore, of revenues are recorded during the summer months (December to March in the southern hemisphere), while the lowest demand and revenues coincide with the winter months (June to September), which may cause possible variations in results from one quarter to the next.

Weather conditions

The climatological conditions that occur in river basins are key to the processes of catchment and production of potable water. Precipitation, temperature, sediment dragging, drought, among others, determine the quantity, quality and continuity of available raw water. To face this risk, IAM's sanitation companies have water reserves and contingency plans that are constantly updated.

New investments

The company's subsidiaries must comply with development plans committed to the Superintendencia de Servicios Sanitarios (SISS), which involve significant economic, administrative and technical resources. These investments are included in the tariffs charged to customers, guaranteeing them a minimum return. In addition, the controller's experience ensures the necessary know-how to successfully and efficiently carry out these investment plans.

Government regulation

The Chilean sanitation industry is highly regulated by the State due to its monopoly status, which exposes it to eventual changes in the established norms. The current legal framework regulates the operation of the concessions and the tariffs charged to customers, which are determined every 5 years. The tariff setting mechanism is implemented under technical criteria, contrasting the studies presented by both the sanitation company and the SISS, which may differ. If no agreement is reached, the discrepancies are resolved by a commission of experts formed by representatives of each of the parties. Despite the stability of the Chilean regulatory framework, in December 2016 the Chamber of Deputies approved the bill Bulletin No. 10.795-33, which seeks to amend the legislation applicable to public sanitation services in terms of non-regulated services, tariff setting and compliance with development plans by providers. The bill is in the second constitutional procedure in the Senate Public Works Committee. The Committee has not advanced in the discussion and voting of the bill because it has been waiting for the presentation of indications or a new bill by the Executive, which to date has not occurred.

FINANCIAL RISKS

Inflation

The company's revenues are directly correlated to inflation, so its debt is issued mainly in Unidades de Fomento.

Interest rates

IAM individually has no debt. On the other hand, 79.12 % of the financial liabilities of IAM's subsidiaries were issued in UF. In terms of interest rate, 89.50 % of its debt is at a fixed rate, which is composed of 65.61 % of long-term bonds, 14.09 % of refundable financial contributions and 9.80 % of loans, and the remaining 10.50 % of the debt is at a variable rate and corresponds to loans with local banks.



ALLIANCES AND COLLABORATIONS TO EXPAND AND IMPROVE ACCESS TO WATER

MAIN SUPPLIERS

IAM's major suppliers, on an individual basis, as of December 31, 2021, are as follows:

- Oddo y Compañía Ltda.
- DCV Registros S.A.
- Orion Seguros Generales S.A.
- Ernst & Young Servicios Profesionales de Auditoría
- Bolsa Comercio de Santiago
- El Mercurio S.A.P
- Renta Equipos Leasing S.A.
- Metlife Chile Seguros de Vida S.A.
- Zahler y Cía Ltda.
- Sociedad de Ingeniería Audiovisual



DIVIDEND POLICY

IAM's bylaws determine the Company's dividend policy, which consists of distributing 30% of distributable net income for the year, unless the shareholders unanimously agree to distribute a lower percentage.

However, if the sum of the distributions of dividends or capital received in cash by the subsidiary Aguas Andinas S.A. during the year, less operating and non-operating expenses and provisions for the year that should be made according to applicable accounting standards, is an amount that exceeds 30%, the company must distribute this excess as an additional dividend, within 60 business days following the respective Ordinary Shareholders' Meeting, up to the total amount of distributable net income for the year.

Dividends paid per share

(Amounts expressed in currency of the payment date)

\$ per share	2017	2018	2019	2020	2021
Book value	593.488	591.674	594.54	694.121	693.965
Profit	68.719	67.128	69.918	48.225	48.990

Amount paid	66.6566 ⁽¹⁾	67.74514 ⁽²⁾	65.5216 ⁽³⁾	52.262 ⁽⁴⁾	52.319 ⁽⁵⁾
-------------	------------------------	-------------------------	------------------------	-----------------------	-----------------------

(1) Includes two items: an interim dividend of \$21,0353 per share, on account of 2016 earnings, paid on January 23, 2017; and a final dividend of \$45,6213 per share, corresponding to the 2016 profit distribution, paid on May 25, 2017.

(2) Includes two items: an interim dividend of \$21,0353 per share, on account of 2017 profit, paid on January 29, 2018; and a final dividend of \$46,70984 per share, corresponding to the 2017 profit distribution, paid on May 29, 2018.

(3) Includes two items: an interim dividend of \$21,656 per share, on account of 2018 profit, paid on January 25, 2019; and a final dividend of \$43,8656 per share, corresponding to the 2017 profit distribution, paid on May 28, 2019.

(4) Includes two interim items: one of \$22,262 per share, on account of 2019 earnings, paid on January 23, 2020; and the other of \$30,00 per share, paid on December 18, 2020, on account of 2020 earnings.

(5) Includes two items: a final dividend of \$32,278 per share, on account of 2020 earnings, paid on May 24, 2021; and an interim dividend of \$20,041 per share, paid on November 11, 2021, on account of 2021 earnings.





DISTRIBUTABLE PROFIT YEAR 2021

Distributable income for the year 2021	ThCh\$
Net income for the year 2021	48,989,722
Accumulated distributable income	43,815,643
Interim dividends on account of 2021 income	(20,041,000)
Remaining distributable income	72,764,365
Dividends distributed as a % of net income for the fiscal year	40,91%

Summary of distributions to shareholders

Type	Fiscal year	Payment date	Amount per share
Interim dividend	2005	27-09-2005	\$10.97
Final dividend	2005	29-05-2006	\$5.97
Capital distribution	-	15-06-2006	\$33.61
Interim dividend	2006	27-10-2006	\$14.13
Final dividend	2006	23-05-2007	\$8.85
Capital distribution	-	25-07-2007	\$19.51
Interim dividend	2007	25-10-2007	\$14.53
Final dividend	2007	29-05-2008	\$9.74
Capital distribution	-	25-06-2008	\$23.24
Interim dividend	2008	03-11-2008	\$15.30
Final dividend	2008	24-06-2009	\$12.91
Capital distribution	-	25-06-2009	\$24.22
Interim dividend	2009	25-11-2009	\$16.00
Final dividend	2009	19-05-2010	\$44.68
interim dividend	2010	24-11-2010	\$16.34
Final dividend	2010	25-05-2011	\$34.66
Interim dividend	2011	25-11-2011	\$17.02
Final dividend	2011	25-05-2012	\$37.91
Interim dividend	2012	15-11-2012	\$17.76
Final dividend	2012	24-05-2013	\$42.2149
Interim dividend	2013	17-01-2014	\$18.5379
Final dividend	2013	29-05-2014	\$39.1099
Interim dividend	2014	16-01-2015	\$19.4764
Final dividend	2014	29-05-2015	\$39.2433
Interim dividend	2015	18-01-2016	\$20.3240
Final dividend	2015	27-05-2016	\$42.9593
Interim dividend	2016	23-01-2017	\$21.0353
Final Dividend	2016	25-05-2017	\$45.6213
Interim dividend	2017	29-01-2018	\$21.0353
Final dividend	2017	29-05-2018	\$46.7098
Interim dividend	2018	25-01-2019	\$21.6560
Final dividend	2018	28-05-2019	\$43.8656
Interim dividend	2019	23-01-2020	\$22.2620
Interim dividend	2020	18-12-2020	\$30.00
Final dividend	2020	24-05-2021	\$32.278
Interim dividend	2021	11-11-2021	\$20.041



SHARE TRANSACTIONS

The capital stock of Inversiones Aguas Metropolitanas S.A. consists of 1,000,000,000 fully subscribed and paid shares.

Transaction of shares of majority stockholders and related parties

During the year, share transactions were carried out by related parties, which were financial investments.

Name / company name of reporter	Date of transaction	Type of transaction	Number of shares	Unit price in \$	Total amount of the transaction in \$	Comments
INVERSIONES Y ASESORÍAS ICULPE S.A.	31/05/2021	Purchase	375,000	400,00	150,000,000	Reporting party: Ignacio Guerrero, director of Inversiones Aguas Metropolitanas S.A.
INVERSIONES Y ASESORÍAS ICULPE S.A.	04/03/2021	Purchase	748,000	548,00	408,904,000	Reporting party: Mr. Ignacio Guerrero, director of IAM.
YF INVERSIONES SPA	23/02/2021	Purchase	36,727	547,00	20,089,669	Reporting party: Andrés Muchnick Cruz alternate director of Inversiones Aguas Metropolitanas S.A.
YF INVERSIONES SPA	20/01/2021	Purchase	70,000	575,00	40,250,000	Reporting party: Andres Muchnick Cruz alternate director of IAM
SOCIEDAD DE INVERSIONES Y RENTAS LIGURIA LIMITADA	08/01/2021	Purchase	25,000	600,00	14,999,971	The company that carries out the transaction is related to the director of IAM, María José Uauy, and to the director of its subsidiary Aguas Andinas, Giorgiana Cúneo.

Transaction of shares in the secondary market

Stock exchange presenece in 2021 of 100%

Santiago Stock Exchange

2021	Average price (\$)	Units	Amount (\$)
Total 1° quarter	560,68	4,945,995	2,773,101,954
Total 2° quarter	495,83	3,304,914	1,638,666,189
Total 3° quarter	408,77	1,593,766	651,487,397
Total 4° quarter	405,51	5,881,732	2,385,087,052
Year 2021	473,62	15,726,407	7,448,342,592

Electronic Stock Exchange

2021	Average price (\$)	Units	Amount (\$)
Total 1° quarter	562,67	71,839,522	40,422,093,579
Total 2° quarter	495,28	80,944,512	40,090,487,986
Total 3° quarter	407,53	23,388,123	9,531,298,587
Total 4° quarter	399,64	63,950,399	25,557,034,916
Year 2021	481,42	240,122,556	115,600,915,068

Note: Stock Market Presence calculated in accordance with General Rule No. 327 of the CMF. Includes transactions carried out on the Santiago Stock Exchange, Electronic Stock Exchange and Valparaíso Stock Exchange up to the day before the dates indicated.

07

The Board of Directors
Committee of Directors
Compensation and expenses
Other G. Corp. bodies
Essential facts



C O R P O R A T E G O V E R N A N C E

IAM

Inversiones Aguas Metropolitanas



AS THE MAIN CORPORATE GOVERNANCE BODY, IAM'S BOARD OF DIRECTORS IS IN CHARGE OF ESTABLISHING THE COMPANY'S STRATEGIC GUIDELINES, WHILE LEADING THE SUPERVISION OF MANAGEMENT.

THE BOARD OF DIRECTORS

The Board of Directors of Inversiones Aguas Metropolitanas is composed of 7 sitting members, who are elected by the General Meeting of Shareholders in consideration of their competence and suitability for the position. Each director has his or her respective alternate, who may replace him or her permanently in the event of vacancy, and temporarily in the event of absence or temporary impediment.

To perform their duties effectively, IAM's directors receive an induction on the business, risks, policies and procedures, the main accounting criteria and the legal framework. They are also provided with the necessary means to receive external advice for the proper performance of their duties, if required.

Directors serve for three years. At the end of this period, the Board of Directors is completely renewed. However, the Board of Directors may be revoked in its entirety before the expiration of its term of office, by resolution of the Ordinary or Extraordinary Shareholders' Meeting, in which case the same meeting must elect a new Board of Directors. Consequently, the individual or collective revocation of one or more directors is not applicable.

Directors may be reelected indefinitely and may be shareholders of the corporation.

How it works

The Board of Directors meets in ordinary and extraordinary sessions. Ordinary meetings are held at least once a month on dates predetermined by the Board of Directors. Extraordinary meetings are held at the call of the Chairman or at the request of one or more directors, after the Chairman has determined the need for the meeting, unless requested by an absolute majority of the directors. In both cases, the quorum for a meeting of the Board of Directors is an absolute majority of its members.

Resolutions are adopted with the favorable vote of the absolute majority of the directors in attendance, except for resolutions that require a higher majority, as contemplated in the bylaws of Inversiones Aguas Metropolitanas S.A., the law and its regulations or other special provisions.

CURRENT BOARD OF DIRECTORS

The current Board of Directors was appointed on July 24, 2019, for a three-year term, and is comprised of the following members.

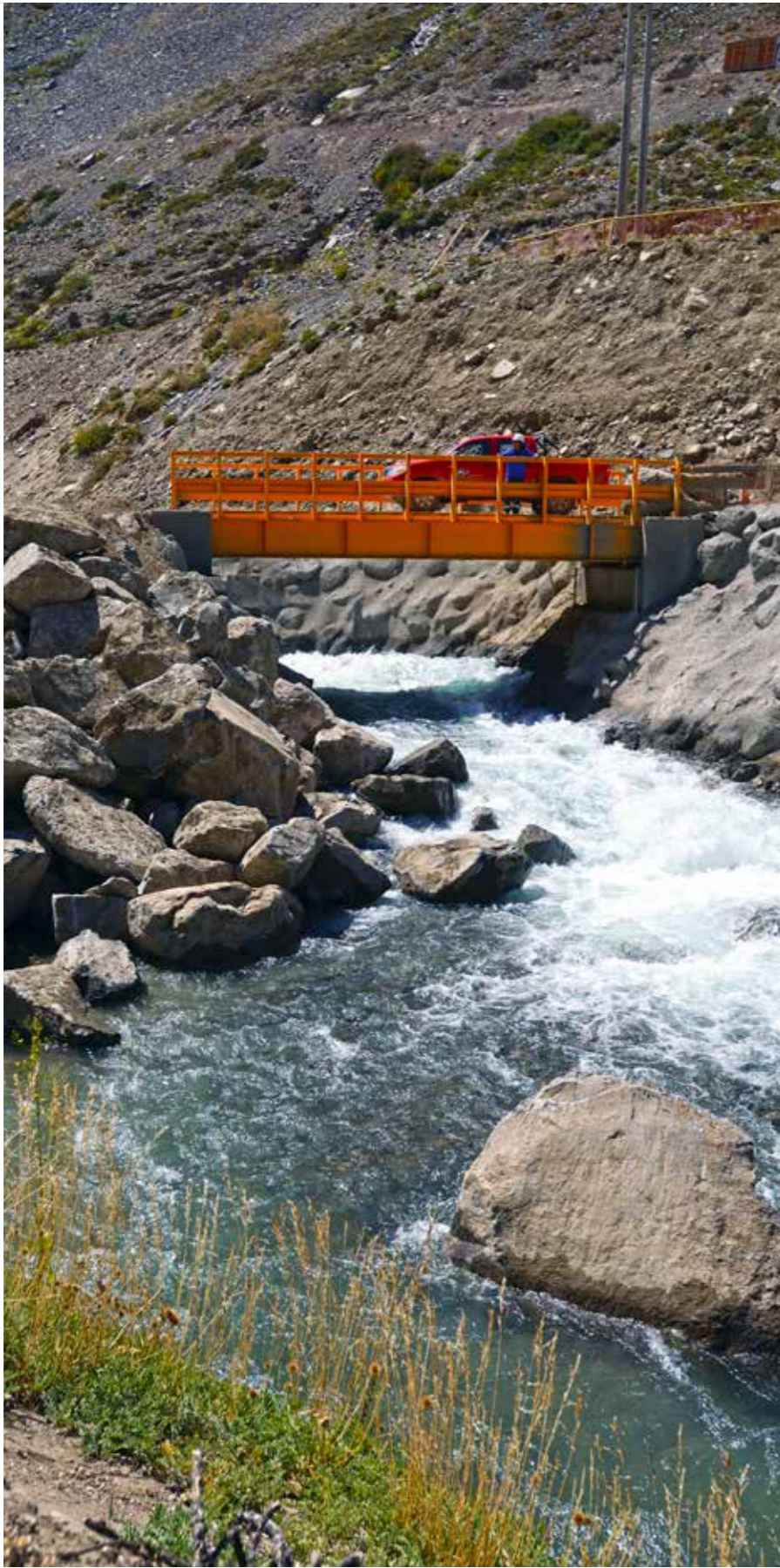
RUT	Name	Position	Appointment date
6.922.002-9	Felipe Larrain Aspillaga	President	24-07-2019
6.447.493-6	Alberto Muchnick Mlynarz	Vicepresident	24-07-2019
4.975.992-4	Herman Chadwick Piñera	Director	24-07-2019
5.546.791-9	Miguel Ignacio Guerrero Gutiérrez	Director	24-07-2019
6.375.408-0	Hernán Cheyre Valenzuela	Director	24-07-2019
6.444.699-1	Rodrigo Cristóbal Azócar Hidalgo	Director	24-07-2019
7.275.527-8	Luis Enrique Álamos Olivos	Director	24-07-2019
6.100.558-7	Carlos Mladinic Alonso	Alternate director	24-07-2019
6.863.031-2	Hugo Silva Raveau	Alternate director	24-07-2019
10.570.170-5	Rodrigo Castro Fernández	Alternate director	24-07-2019
16.209.452-1	Salomón Andrés Muchnick Cruz	Alternate director	24-07-2019
16.611.278-8	María José Uauy Cúneo	Alternate director	24-07-2019
0-E (Extranjero)	Narciso Berberana Sáenz	Alternate director	24-07-2019

Attendance at the 2021 Board of Directors' meeting

Attendance at Board meetings during the 2021 fiscal year reached a quorum of 100%.

Date	Quorum
January	100%
February	100%
March	100%
April	100%
May	100%
June	100%
July	100%
August	100%
September	100%
October	100%
November	100%
December	100%
Total 2021	100%



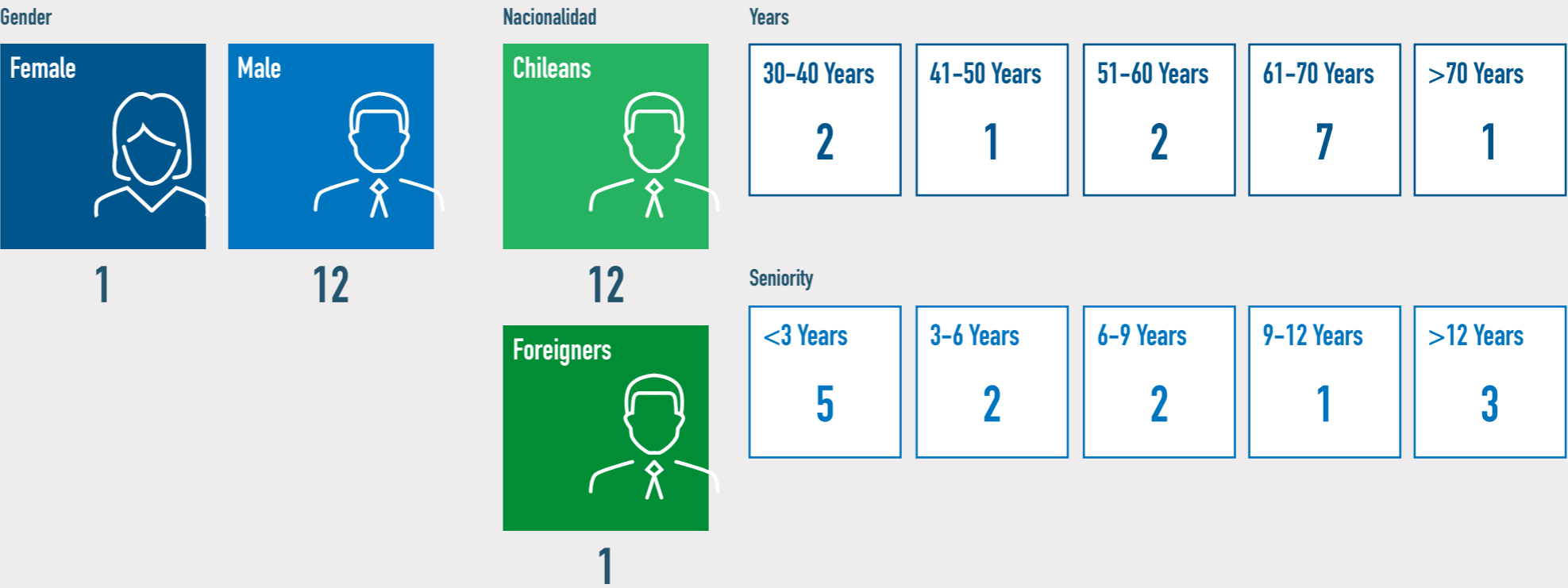


COMPOSITION AND DIVERSITY OF THE BOARD OF DIRECTORS

Number of members according to bylaws



Board of Directors effective as of 12/31/2021, as per:



COMMITTEE OF DIRECTORS

IAM has a Committee of Directors, as provided for in Article 50 bis of Law No. 18,046 on Corporations.

Its main powers and duties are as follows:

- To examine the reports of the external auditors, the balance sheet and other financial statements, and to pronounce on them prior to their presentation to the shareholders.
- To propose to the Board of Directors names for the external auditors and private risk classifiers.
- To examine the background relating to the operations referred to in Title XVI and to issue a report on such operations.
- Examine the remuneration systems and compensation plans for managers, chief executives and employees of the corporation.
- Prepare an annual report on its management, including its main recommendations to the shareholders

Composition

It is composed of three members, as required by law, the majority of whom must be independent directors. The Chairman of the Board of Directors may not be a member of the committee or its subcommittees, unless he is an independent director.

Operation

It holds ordinary sessions once a month and extraordinary sessions whenever required, in order to deal with the matters entrusted to it by Article 50 bis of Law 18,046 on corporations. The minimum quorum for meetings is two members.

Agreements

The deliberations, resolutions and their organization are governed by the rules relating to the meetings of the Board of Directors of the Company, in accordance with the law. The Committee shall communicate to the Board of Directors the manner in which it will request information, as well as its resolutions.

Current Committee of Directors

As of July 24, 2019, IAM's Directors' Committee is composed of the controller's independent director, Luis Enrique Álamos, and Ignacio Guerrero and Herman Chadwick, who were appointed by the independent director. The Chairman of the Committee is Luis Enrique Álamos and its secretary, attorney Sebastián Oddó.

Attendance at meetings of the Committee of Directors in 2021

Month	Quorum
January	100%
February	100%
March	100%
April	100%
May	100%
June	100%
July	100%
August	100%
September	100%
October	100%
November	100%
December	100%
Total 2021	100%





2021 REPORT IAM

In compliance with the provisions of Article 50 bis, paragraph eight, of Law 18,046 on corporations, the activities of the Committee during the year ended December 31, 2021 and the expenses incurred, including those of its advisors, are reported.

I. Committee membership

The Directors' Committee of Inversiones Aguas Metropolitanas S.A. was composed of the Controller's Independent Director, Luis Enrique Álamos, and Mr. Herman Chadwick and Mr. Ignacio Guerrero, who were appointed by the Independent Director.

The Committee is chaired by Mr. Luis Enrique Álamos and Mr. Sebastián Oddo acts as Secretary.

Since its constitution, the Committee has held ordinary meetings once a month to deal with the matters entrusted to it by Article 50 bis of Law 18,046 and others of general interest to the Company.

II. Main activities during the year

The main activities carried out by the Committee during fiscal year 2021 were as follows:

1. Examination of the external auditors' reports, the balance sheet and other financial statements of Inversiones Aguas Metropolitanas S.A. for the year ended December 31, 2021.
2. Proposal to the Board of Directors of the external auditors and risk classifiers for the 2021 fiscal year.
3. Review of the reports of the external auditors, the balance sheet and other financial statements of Inversiones Aguas Metropolitanas S.A., prepared on a quarterly basis.

4. Analysis of the stock market performance of the shares of IAM and Aguas Andinas.

5. Analysis of the background to recommend the distribution of the interim dividend charged to the 2021 income statement.

III. Budget and expenses of the Committee of Directors

At the Ordinary Shareholders' Meeting held in April 2021, the Committee of Directors was granted an annual budget of 2,000 Unidades de Fomento, which was not used during this fiscal year.

COMPENSATION AND EXPENSES

1. Of the Board of Directors and Committee of Directors

At the Ordinary General Shareholders' Meeting held on April 22, 2021, it was agreed the remuneration of the Board of Directors, the Directors' Committee and its expense budget for the year 2021.

The remuneration of the Board of Directors is divided into two types: a fixed monthly amount of UF 100 for the Chairman, UF 80 for the Vice Chairman and UF 60 for regular and alternate directors; and a variable amount, paid for attendance at each meeting, of UF 140 for the Chairman, UF 100 for the Vice Chairman, UF 60 for regular directors and UF 60 for alternate directors, when they replace the regular directors.

During 2021, the expenses of the Board of Directors amounted to ThCh\$1,933 thousand (ThCh\$1,933 thousand).

Remuneration of the Board of Directors (Thousands of Pesos)					
Directors	Position	Fixed		Variable	
		2020	2021	2020	2021
Felipe Larrain Aspillaga	President	34,450	35,854	56,265	54,449
Alberto Muchnick Mlynarz	Vicepresident	27,560	28,683	40,190	38,892
Herman Chadwick Piñera	Director	20,670	21,512	24,114	23,335
Ignacio Guerrero Gutiérrez	Director	20,670	21,512	24,114	23,335
Hernán Cheyre Valenzuela	Director	20,670	21,512	24,114	23,335
Rodrigo Azócar Hidalgo	Director	20,670	21,512	24,114	23,335
Luis Enrique Álamos Olivo	Director	20,670	21,512	24,114	23,335
Andrés Muchnick Cruz	Alternate director	20,670	21,512	-	-
María José Uauy Cuneo	Alternate director	20,670	21,512	-	-
Rodrigo Castro Fernández	Alternate director	20,670	21,512	-	-
Carlos Mladinic Alonso	Alternate director	20,670	21,512	-	-
Hugo Silva Raveau	Alternate director	20,670	21,512	-	-
Total		268,710	279,657	217,025	210,016

For the year ended December 31, 2021, the remuneration of the Committee of the Board of Directors was as follows In the year ended December 31, 2021, the remuneration of the Board of Directors Committee was as follows: a fixed monthly remuneration of UF 25 and a variable remuneration for attendance at each meeting of UF 25. The expense budget for the year was UF 2,000.

Directors	Position	Remuneration	
		2020	2021
Herman Chadwick Piñera	Director	17,942	17,926
Ignacio Guerrero Gutiérrez	Director	17,942	17,178
Luis Enrique Álamos Olivos	Director	17,942	17,926
María José Uauy Cúneo	Alternate director	8,612	8,963
Rodrigo Castro Fernández	Alternate director	8,612	8,963
Total		71,050	70,956

2. Senior executives

At year-end, IAM's management and senior executives' payroll consisted of 2 professionals.

At the individual level, IAM's total compensation for the period was \$403 million, corresponding to \$350 million in fixed compensation and \$53 million in variable compensation. During 2021, there were no severance payments for years of service.

Nº	Name	RUT	Position	Date in the position
1	Fernando Samaniego Sangroniz	6.374.438-7	General manager of IAM	05-26-2021
2	Patricio Andrés Acuña Solorza	10.696.150-6	Finance Manager	09-01-06

Detail	Fixed		Variable		Total	
	2020	2021	2020	2021	2020	2021
Remuneration of Main Executives	350	315	53	78	403	393

Gender pay gap

Given that IAM, at the individual level, only has four people from different levels, it is not possible to calculate its gender pay gap. However, it is possible to present the gender pay gap at the consolidated level of all its subsidiaries.

Category	Wages of women as a percentage of salaries of men
Executive	91%
Manager	92%
Professional	85%
Technician	79%
Administrative	113%
Worker	115%
TOTAL	100%

100%

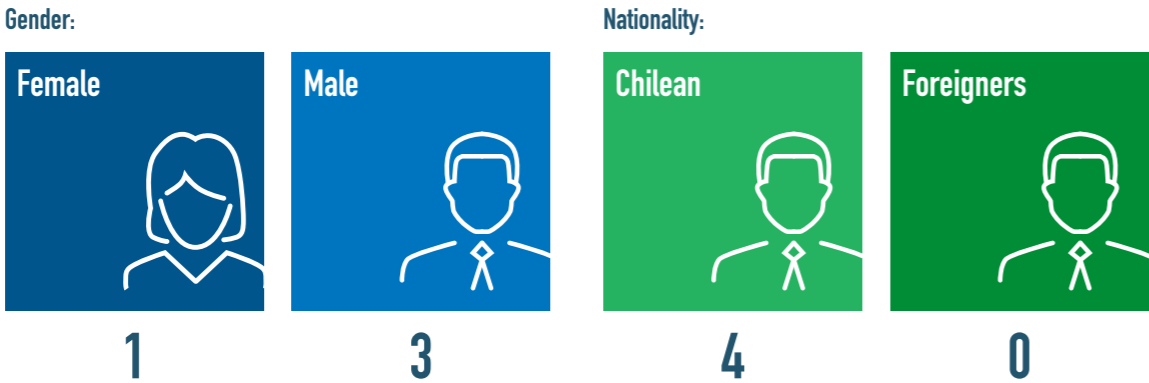
WAS THE QUORUM FOR
ATTENDANCE AT BOARD
MEETINGS IN 2021.

COMPOSITION AND DIVERSITY OF IAM

Staffing by company as of December 31, 2021



Number of people according to:



Age range:



Seniority:

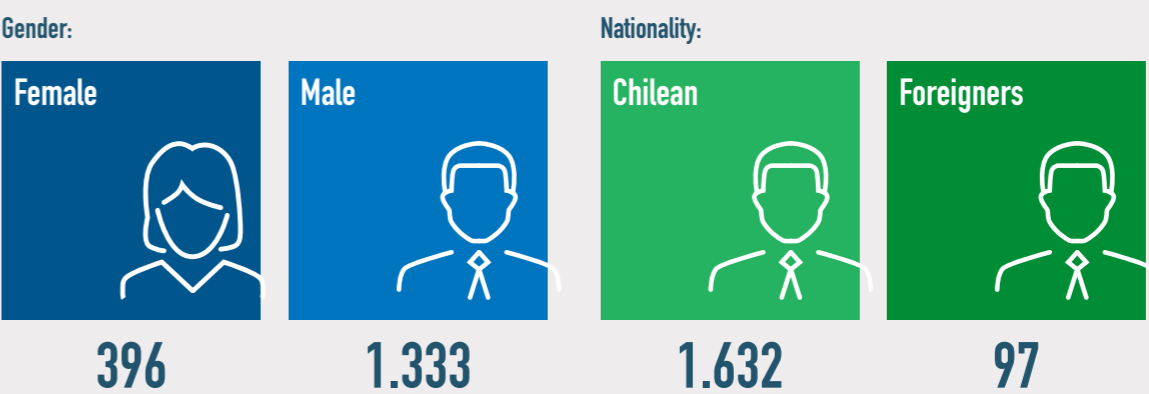


COMPOSITION AND DIVERSITY IN THE ORGANIZATION OF IAM AND ITS SUBSIDIARIES.

Staffing per company as of December 31, 2021

	IAM	Aguas Andinas	Aguas Cordillera	Aguas Manquehue	Ecoriles	ANAM	Gestión y Servicios	Aguas del Maipo	Total
Managers and Commercial executives	2	55	5	0	3	2	1	0	68
Management		87	8	0	9	6	3	1	114
Professionals	1	436	19	2	41	100	13	0	612
Technicians		203	33	4	19	124	7	1	391
Administratives	1	36	3	0	3	8	4	0	55
Workers		247	53	7	169	7	6	0	489
	4	1.064	121	13	244	247	34	2	1.729

Number of people by:



Age range:



Seniority:





OTHER CORPORATE GOVERNANCE BODIES

Code of Ethics

IAM's Code of Ethics establishes the company's fundamental principles, which must be applied to shareholders, customers, competitors, the local community and the environment. Relevant principles include: complying with laws and regulations, entrenching a culture of integrity, demonstrating loyalty and honesty, and respecting all people.

For more information on the Code of Ethics, visit www.iam.cl.

Code of Conduct of the Board of Directors

It applies to all the Directors of the company, and includes the identification of the main situations that constitute conflicts of interest, mechanisms to avoid them, procedure for their declaration and the way to resolve conflicts of interest.

In addition, this code refers to situations that despite not being specifically contained in the law, if poorly resolved could end up affecting the corporate interest.

Crime Prevention Model

The model establishes rules, protocols and procedures as crime prevention measures, which everyone in the company must respect, including suppliers and contractors, allowing to demonstrate compliance with the duties of oversight and management of the company. It is led by the Crime Prevention Officer, appointed by the Board of Directors, whose role is to ensure compliance with this model.

Disclosure of Information on Corporate Governance Practices (NCG No. 385)

In December 2015, the Company's Board of Directors approved a series of policies, procedures and protocols within the framework of NCG No. 385, which were included in the document called "Compendium of Corporate Governance Policies and Procedures", which was reported to the Superintendency of Securities and Insurance on March 31, 2016. This compendium, which is currently in force in the company, is published on IAM's website (www.iam.cl).

Training for Directors

At the beginning of their functions, IAM directors receive training and advice, talks and content related to the business, risks, legal framework and relevant policies and procedures, in accordance with NCG^o 385 of the Financial Market Commission. Within this framework, during 2021, training was carried out on different subjects, such as the perspectives on climate change affecting our country, and a talk on the analysis of the political and economic context in Chile and the region.

Anti-Corruption Policy

IAM's Anti-Corruption Policy seeks to serve as a guide for the actions of its personnel, providing guidance on what the company expects and requires when dealing with public servants and third parties in general, including suppliers and the company's own employees, within the framework of integrity of the company's Code of Ethics.

Investor Relations

The Investor Relations area is responsible for managing relationships and delivering timely information to the company's investors and shareholders.

This area's contact is duly identified on the company's website, www.iam.cl, a site that includes financial analysis tools, corporate presentations, along with related news and events.

The area conducts ongoing one-on-one meetings and conference calls with institutional investors, both local and international, and participates in local and international conferences.



**FIND THE CODE OF ETHICS
AND OTHER RELATED
INFORMATION BY VISITING**
www.iam.cl

KEY FACTS 2021

On May 26, 2021, the CMF was informed that:

At the ordinary meeting of the Board of Directors held on May 26, 2021, Mr. Laureano Cano Iniesta resigned as Chief Executive Officer of Inversiones Aguas Metropolitanas S.A., in consideration of the new functions he will assume in the Suez Group.

At the aforementioned meeting, the Board of Directors unanimously agreed to appoint the undersigned, Mr. Fernando Samaniego Sangroniz, who took office as of this date.

On October 22, 2021, the CMF was informed that:

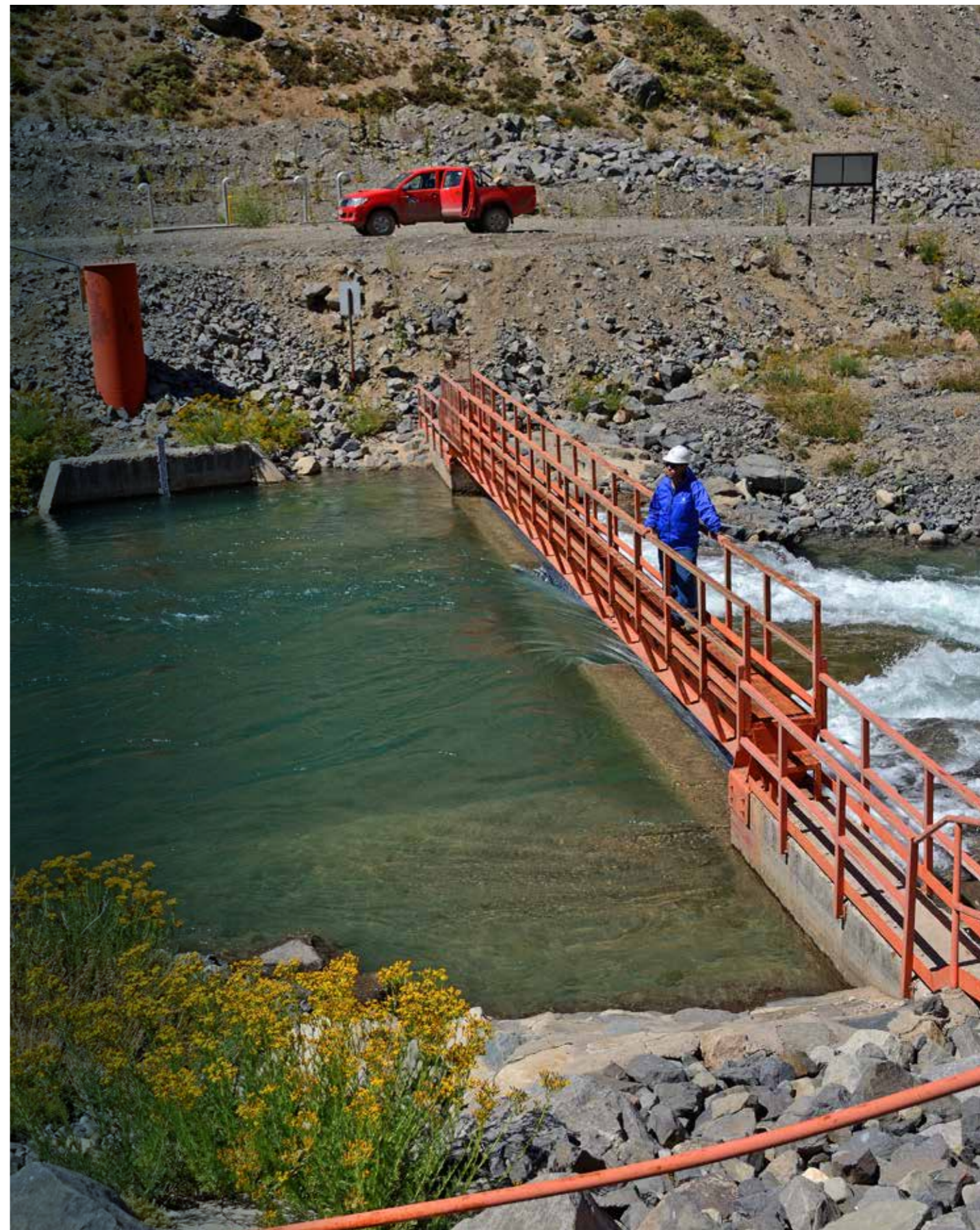
On October 22, 2021, in extraordinary meeting No. 1/2021, the Board of Directors of the Company unanimously agreed to distribute among the shareholders the amount of Ch\$ 20,041,000,000, as an interim dividend, on account of the profits for the year 2021.

In view of the above, the Company's interim dividend number 36 will amount to \$20.041 per share and will be payable as of November 11, 2021.

On December 15, 2021, the CMF was informed that:

At the ordinary meeting of the Board of Directors of the Company, it was unanimously agreed by the unanimity of its members present, the following: The Balance Sheet and Financial Statements as of December 31, 2021, will be published on the Company's website: <<https://www.iam.cl/en/informacion-financiera/estados-financieros/2021>> and will be sent to the Financial Market Commission, on February 15, 2022, modifying the date previously informed on the Company's and the Financial Market Commission's website. To call the ordinary shareholders' meeting of the Company for next March 3, 2022, at 10:00 a.m., to be held at Avenida Presidente Balmaceda 1398, 10th floor, Santiago, implementing for the participation of its shareholders the remote access to such meeting by means of a Virtual Platform.

The purpose of the meeting will be to learn about and decide on the matters pertaining to an Ordinary Shareholders' Meeting.



08

Company identification
Sanitation regulation
Responsibility statement

GENERAL INFORMATION



IAM

Inversiones Aguas Metropolitanas

Company identification

Name: Inversiones Aguas Metropolitanas S.A.
Legal address: Av. Apoquindo N° 4800, Torre II, 20th floor, Las Condes, Chile. TAXPAYER ID: 77.274.820-5
Telephone number: (56-2) 2739 6600
E-mail address: inversionista@aguasmetropolitanas.cl
Line of Business: Investment in shares of the Chilean corporation Aguas Andinas S.A.; and the provision of all kinds of advisory, consulting and services related to the transfer of technology and know-how, technical assistance, business and project management, especially those related to the management and operation of businesses related to the sanitation business.
Registration in the Chilean Securities Registry: No. 0912, dated August 19, 2005.

STOCK INFORMATION

Stock code
Single Series: IAM

SHAREHOLDER INFORMATION

Central Securities Depository
Address: Av. Los Conquistadores 1730, 24th floor, Providencia, Chile.
Telephone: (56-2) 2393 9003

LEGAL INCORPORATION OF THE COMPANY

The Company was incorporated by public deed dated May 19, 1999, executed at the Santiago Notary Office of Mr. Juan Ricardo San Martín Urrejola. An extract of the deed was registered on page 11,226, No. 9,027, in the Commercial Registry of the Santiago Real Estate Registry in 1999, and was published in the Official Gazette on May 22, 1999.

The Company's bylaws have been subject to several amendments, including the amendment of the bylaws recorded in a public deed dated July 15, 2005, executed at the Santiago Notary Office of Mr. Iván Torrealba Acevedo, whereby its partners agreed, in accordance with Articles 96 and following of Law No. 18,046, on Corporations, to change the type or corporate form of the Company, transforming it into a corporation, the legal continuation of its legal personality.

An extract of this amendment was registered at page 25,668, No. 18,587, in the Commercial Registry of the Real Estate Registry of Santiago in 2005, and was published in the Official Gazette on July 25, 2005.

For more information visit our website: www.iam.cl



Sanitation regulation

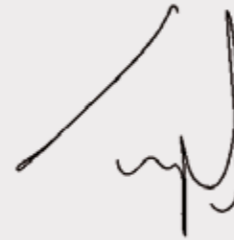
The Chilean sanitation industry is governed by a set of laws and regulations. The main legal bodies are:

- **General Law of Sanitation Services (DFL MOP No. 382 of 1988).** It contains the provisions that regulate the concession regime and the activity of sanitation service providers.
- **Regulation of the General Law of Sanitation Services (DS MOP No. 1199/2004, published in November 2005).** It establishes the regulatory norms that allow the application of the General Law of Sanitation Services (replaces DS MOP No. 121 of 1991).
- **Sanitation Services Tariff Law (DFL MOP No. 70 of 1988).** It contains the provisions regulating the setting of potable water and sewage rates and reimbursable financing contributions.
- **Regulation of the Sanitation Services Tariff Law (DS MINECON No. 453 of 1990).** It contains the regulatory norms that allow the application of the Sanitation Services Tariff Law, including the tariff calculation methodology and administrative procedures.
- **Law creating the Superintendency of Sanitation Services (Law No. 18,902 of 1990).** Establishes the functions of this service.
- **Subsidy Law for the payment of potable water consumption and sewage service (Law No. 18,778 of 1989).** Establishes a subsidy for the payment of potable water and sewage consumption.
- **Regulation of the Subsidy Law (DS Hacienda No. 195 of 1998).** Contains the regulatory provisions for the application of the Subsidy Law.
- **DS MOP No. 214/05, Regulation of Article 67 of the General Law of Sanitation Services.** It establishes the requirements for public bidding processes, which sanitation providers are obliged to follow.



STATEMENT OF RESPONSIBILITY

The Board of Inversiones Aguas Metropolitanas S.A. and its Chief Executive Officer, signatories of this declaration, are responsible under oath for the truthfulness of the information provided in this Annual Report, in accordance with the provisions of General Rule No. 30 of the Financial Market Commission (CMF).




Felipe Larrain Aspillaga
R.U.T.: 6.922.002-9
Chairman



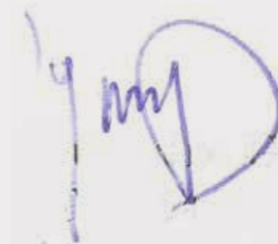
Alberto Muchnick Mlynarz
R.U.T.: 6.447.493-6
Vice President



Herman Chadwick Piñera
R.U.T.: 4.975.992-4
Director



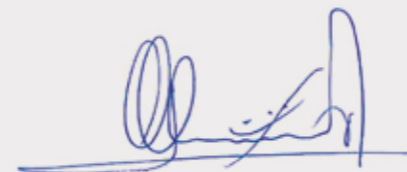
Rodrigo Azócar Hidalgo
R.U.T.: 6.444.699-1
Director



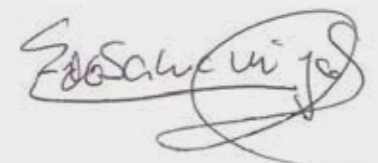
Ignacio Guerrero Gutiérrez
R.U.T.: 5.546.791-9
Director



Hernán Cheyre Valenzuela
R.U.T.: 6.375.408-0
Director



Luis Enrique Álamos Olivos
R.U.T.: 7.275.527-8
Director



Fernando Samaniego Sangroniz
R.U.T.: 6.374.438-7
Chief Executive Officer



09

FINANCIAL STATEMENTS

IAM

Inversiones Aguas Metropolitanas



REPORT

INDEPENDENT AUDITOR'S



EY Chile
Avda. Presidente
Riesco 5435, piso 4,
Las Condes, Santiago

Tel: +56 (2) 2676 1000
www.eychile.cl

Independent Auditor's Report

Messrs.
Shareholders and Directors
Inversiones Aguas Metropolitanas S.A.

We have audited the accompanying consolidated financial statements of Inversiones Aguas Metropolitanas S.A. and Subsidiaries, which comprise the consolidated statements of financial position as of December 31, 2021 and 2020 and the related consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's responsibility for the consolidated financial statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with International Financial Reporting Standards. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in Chile. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Inversiones Aguas Metropolitanas S.A. and Subsidiaries as of December 31, 2021 and 2020 and the results of their operations and their cash flows for the years then ended in accordance with International Financial Reporting Standards.

Luis Martínez M.
EY Audit SpA

Santiago, 14 de February de 2022

This report is only to comply with the requirements of General Standard No. 30 (Section II, Title I, number 2, point A.4.1., letter g) of the Financial Market Commission and will be authorized for dissemination once we receive evidence that the Board of Directors has taken responsibility for the financial information as of December 31, 2021.

CONSOLIDATED FINANCIAL STATEMENTS

INVERSIONES AGUAS METROPOLITANAS S.A. AND SUBSIDIARIES

December 31, 2021 and 2020

This document consists of:

Consolidated Statements of Financial Position
Consolidated Statements of Comprehensive Income by Type
Consolidated Statements of Direct Cash Flows
Consolidated Statements of Changes in Shareholders' Equity
Explanatory Notes to the Consolidated Financial Statements

INVERSIONES AGUAS METROPOLITANAS S.A.AND SUBSIDIARIES

Consolidated Statements of Financial Position

As of December 31, 2021 and 2020

[Thousands of pesos - ThCh\$]

ASSETS	Note	31-12-2021 ThCh\$	31-12-2020 ThCh\$
CURRENT ASSETS			
Cash and cash equivalents	4	164,558,880	177,964,853
Other non-financial assets		4,997,004	3,803,544
Trade and other receivables,	5-16	101,104,669	87,491,240
Accounts receivable from related entities	6-16	23,088	982,856
Inventories	7	5,185,858	3,954,953
Current tax assets	8	9,226,864	27,445,509
Total current assets other than assets or groups of assets for disposal classified as held for sale or held for held for sale or held for distribution to owners		285,096,363	301,642,955
Non-current assets held for sale	9	3,414	3,836,023
TOTAL CURRENT ASSETS		285,099,777	305,478,978
NON-CURRENT ASSETS			
Other financial assets	10-16	7,895,863	7,895,863
Other non-financial assets		1,855,537	2,396,459
Rights receivable	5-16	3,438,247	4,178,613
Intangible assets other than goodwill	11	221,481,159	218,653,890
Goodwill	12	305,171,468	305,171,468
Property, plant and equipment	13	1,660,159,453	1,568,199,192
Right-of-use assets	14	2,756,851	3,751,803
Deferred tax assets	15	13,963,891	3,304,490
TOTAL NON-CURRENT ASSETS		2,216,722,469	2,113,551,778
TOTAL ASSETS		2,501,822,246	2,419,030,756

EQUITY AND LIABILITIES	Note2	31-12-2021 ThCh\$	31-12-2020 ThCh\$
CURRENT LIABILITIES			
Other financial liabilities	16	69,023,789	71,064,294
Lease liabilities	14-16	1,183,259	1,420,568
Trade and other accounts payable	16-17	127,124,811	98,944,804
Accounts payable to related entities	6-16	13,824,302	17,757,162
Other provisions	18	16,092,663	28,897,014
Tax liabilities	8	380,656	1,979,070
Current provisions for employee benefits	19	6,190,161	4,982,501
Other non-financial liabilities	20	15,317,187	20,417,525
TOTAL CURRENT LIABILITIES		249,136,828	245,462,938
NON-CURRENT LIABILITIES			
Other financial liabilities	16	1,084,075,622	998,729,962
Lease liabilities	14-16	1,629,797	2,380,303
Other accounts payable	16-17	1,055,267	1,452,311
Other provisions	18	1,520,318	1,419,880
Deferred tax liabilities	15	23,706,459	25,414,223
Non-current provisions for employee benefits	19	17,666,420	20,339,194
Other non-financial liabilities	20	8,641,295	10,184,563
TOTAL NON-CURRENT LIABILITIES		1,138,295,178	1,059,920,436
TOTAL LIABILITIES		1,387,432,006	1,305,383,374
EQUITY			
Issued Capital	21	468,358,402	468,358,402
Retained earnings (loss)	21	179,164,900	181,816,964
Other equity investments	21	-37,268,415	-37,268,415
Other reserves	21	83,709,983	81,213,656
Equity attributable to owners of controlling interest		693,964,870	694,120,607
Non-controlling interests	22	420,425,370	419,526,775
TOTAL EQUITY		1,114,390,240	1,113,647,382
TOTAL EQUITY AND LIABILITIES		2,501,822,246	2,419,030,756

The attached notes 1 to 37 are an integral part of these consolidated financial statements.

Consolidated Statements of Comprehensive Income by Nature
For the years ended December 31, 2021 and 2020
(Thousands of pesos - ThCh\$)

STATEMENTS OF INCOME BY NATURE	Note	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Income from ordinary activities	24	506,458,487	478,769,061
Raw materials and consumables used		(53,627,449)	-43,542,356
Employee benefits expense	19	(55,539,198)	-55,510,715
Depreciation and amortization expense	11-13-14	(69,205,148)	-67,150,111
Impairment losses	13	-	-1,404,946
Other expenses, by nature	25	(135,905,388)	-145,739,999
Other gains (losses)	26	3,636,892	-3,967,292
Profit (loss) from operating activities		195,818,196	161,453,642
Financial income	26	5,082,667	3,872,811
Finance costs	26	(27,866,277)	-28,193,869
Exchange gains (losses) on foreign currency transactions	27	811,363	-496,691
Income (loss) from indexed units	28	(54,969,179)	-22,345,643
Income before income taxes		118,876,770	114,290,250
Income tax expense	15	(19,665,778)	-26,817,906
Profit (loss) from continuing operations		99,210,992	87,472,344
Profit (loss) from discontinued operations	29	-	11,671,443
Income (loss) from discontinued operations		99,210,992	99,143,787
Profit attributable to			
Gain (loss) attributable to owners of controlling interest		48,989,722	48,225,127
Profit (loss), attributable to non-controlling interest	22	50,221,270	50,918,660
Profit		99,210,992	99,143,787
Earnings per share			
Earnings per share basic earnings per share from continuing operations (\$)	31	48,990	48,225
Basic earnings per share (\$)		48,990	48,225

The attached notes 1 to 37 are an integral part of these consolidated financial statements.

Consolidated Statements of Comprehensive Income by Nature
For the years ended December 31, 2021 and 2020
(Thousands of pesos - ThCh\$)

STATEMENTS OF COMPREHENSIVE INCOME	Note	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Earnings		99,210,992	99,143,787
OTHER COMPREHENSIVE INCOME			
Earnings (losses) on revaluation of land		5,263,785	223,346,428
Actuarial gains (losses) on defined benefit plans		1,833,955	387,032
Other comprehensive income not to be reclassified to profit or loss for the period, before income taxes		7,097,740	223,733,460
Income tax related to the revaluation of land		(335,007)	(61,389,751)
Income taxes related to defined benefit plans		(482,276)	(104,498)
Income taxes related to components of other comprehensive income that will not be reclassified to profit or loss for the period		(817,283)	(61,494,249)
Total other comprehensive income		6,280,457	162,239,211
TOTAL COMPREHENSIVE INCOME		105,491,449	261,382,998
Comprehensive income attributable to			
Comprehensive income attributable to owners of controlling interest		52,136,369	129,508,066
Comprehensive income attributable to non-controlling interest		53,355,080	131,874,932
Total comprehensive income (loss)		105,491,449	261,382,998

The attached notes 1 to 37 are an integral part of these consolidated financial statements.

Consolidated Statements of Direct Cash Flows
For the years ended December 31, 2021 and 2020
(Thousands of pesos - ThCh\$)

Direct Cash Flow Statement	Note	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Proceeds from sales of goods and services rendered		569,476,134	544,596,948
Proceeds from premiums and benefits, annuities and other benefits from underwritten policies		-	85,227
Other income from operating activities		4,010,703	12,008,567
Types of payments			
Payments to suppliers for the supply of goods and services		(187,423,499)	(192,972,769)
Payments to and on behalf of employees		(56,275,236)	(54,859,302)
Payments for premiums and benefits, annuities and other obligations arising from policies underwritten		(2,991,386)	(2,702,219)
Other payments for operating activities		(42,390,565)	(42,614,473)
Cash flows from (used in) operations		284,406,151	263,541,979
Types of cash payments from operating activities			
Interest paid		(26,572,428)	(25,281,063)
Interest received		1,490,130	804,041
Income taxes paid (refunded)		(14,171,443)	(48,113,027)
Other cash inflows (outflows)		(15,206,611)	(7,233,154)
Cash flows provided by (used in) operating activities		229,945,799	183,718,776
Cash flows from loss of control of subsidiaries or other businesses		-	73,499,770
Amounts from sales of property, plant and equipment		4,692,842	547,871
Purchases of property, plant and equipment		(161,591,752)	(149,004,549)
Purchases of intangible assets		(772,173)	(3,414,662)
Cash flows from (used in) investing activities		(157,671,083)	(78,371,570)
Amounts from long-term borrowings		39,854,424	13,037,028
Amounts from short-term borrowings		151,240,637	163,300,000
Amounts from borrowings, classified as financing activities		191,095,061	176,337,028
Loan repayments		(167,893,562)	(73,056,496)
Dividends paid		(108,882,188)	(102,600,014)
Other cash inflows (outflows)		-	(1,119,989)
Cash flows from (used in) financing activities		(85,680,689)	(439,471)
Net increase (decrease) in cash and cash equivalents		(13,405,973)	104,907,735
Cash and cash equivalents at the beginning of the period		177,964,853	73,057,118
Cash and cash equivalents at the end of the period	4	164,558,880	177,964,853

The attached notes 1 to 37 are an integral part of these consolidated financial statements.

Statements of Changes in Shareholders' Equity
For the periods ended December 31, 2021 and 2020
(Thousands of pesos - ThCh\$)

Statements of changes in shareholders' equity	Note	Issued Capital ThCh\$	Other interests in equity ThCh\$	Acumulated earnings (loss) ThCh\$	Other reserves		Actuarial earnings or losses reserve in defined benefit plans ThCh\$	Total other reserves ThCh\$	Equity attributable to the owners of the controlled company ThCh\$	Non controlling interests ThCh\$	Total Equity ThCh\$
					Revaluation surplus ThCh\$	Reserve for share-based payments ThCh\$					
Beginning balance as of 01-01-2021		468,358,402	(37,268,415)	181,816,964	81,141,377	72,279	-	81,213,656	694,120,607	419,526,775	1,113,647,382
Earnings		-	-	48,989,722		-	-	-	48,989,722	50,221,270	99,210,992
Other comprehensive income		-	-		2,469,433	-	677,214	3,146,647	3,146,647	3,133,810	6,280,457
Comprehensive income		-	-	48,989,722	2,469,433	-	677,214	3,146,647	52,136,369	53,355,080	105,491,449
Dividends		-	-	(52,319,000)	-	-	-	-	(52,319,000)	(52,483,300)	(104,802,300)
Decrease due to transfers and other changes		-	-	677,214	-	26,894	(677,214)	(650,320)	26,894	26,815	53,709
Total changes in equity		-	-	(2,652,064)	2,469,433	26,894	-	2,496,327	(155,737)	898,595	742,858
Final balance as of 12/31/2021	21-22	468,358,402	(37,268,415)	179,164,900	83,610,810	99,173	-	83,709,983	693,964,870	420,425,370	1,114,390,240

Statements of changes in shareholders' equity	Note	Issued Capital ThCh\$	Other interests in equity ThCh\$	Acumulated earnings (loss) ThCh\$	Other reserves		Actuarial earnings or losses reserve in defined benefit plans ThCh\$	Total other reserves ThCh\$	Equity attributable to the owners of the controlled company ThCh\$	Non controlling interests ThCh\$	Total Equity ThCh\$
					Revaluation surplus ThCh\$	Reserve for share-based payments ThCh\$					
Beginning balance as of 01-01-2020		468,358,402	(37,268,415)	163,450,275	-	-	-	-	594,540,262	364,587,249	959,127,511
Earnings		-	-	48,225,127	-	-	-	-	48,225,127	50,918,660	99,143,787
Other comprehensive income		-	-	-	81,141,377	-	141,562	81,282,939	81,282,939	80,956,272	162,239,211
Comprehensive income		-	-	48,225,127	81,141,377	-	141,562	81,282,939	129,508,066	131,874,932	261,382,998
Dividends		-	-	(30,000,000)	-	-	-	-	(30,000,000)	(32,335,609)	(62,335,609)
Decrease due to transfers and other changes		-	-	141,562	-	72,279	(141,562)	(69,283)	72,279	(44,599,797)	(44,527,518)
Total changes in equity		-	-	18,366,689	81,141,377	72,279	-	81,213,656	99,580,345	54,939,526	154,519,871
Final balance at 12/31/2020	21-22	468,358,402	(37,268,415)	181,816,964	81,141,377	72,279	-	81,213,656	694,120,607	419,526,775	1,113,647,382

The attached notes 1 to 37 are an integral part of these consolidated financial statements.

Note 1.
GENERAL INFORMATION

Inversiones Aguas Metropolitanas S.A. (hereinafter "IAM" or the "Company") and its subsidiaries make up the Inversiones Aguas Metropolitanas S.A. Group (hereinafter the "Group"). Its legal adress is Apoquindo N°4800, Torre 2, office 2001, 20th floor, Las Condes, Santiago, Chile and its tax identification number is 77.274.820-5.

IAM was incorporated on May 19, 1999, by the companies Aguas de Barcelona S.A. ("AGBAR") and Suez Environnement as a limited liability company in order to participate in the privatization process of Empresa Metropolitana de Obras Sanitarias ("EMOS"), currently Aguas Andinas S.A.

IAM was awarded the shareholding package in the international bidding carried out by the Corporación de Fomento de la Producción (CORFO), subscribed a capital increase and purchased additional shares in the Stock Exchange, thus controlling 51.2% of the capital stock of Aguas Andinas S.A. (formerly EMOS).

In July 2005, the company became an open stock corporation and restricted its corporate purpose, which was limited to investment in shares of Aguas Andinas S.A. and the provision of all kinds of advisory, consulting and services related to technology transfer and know-how, technical assistance, business and project management, especially those related to the management and operation of businesses related to the sanitation business.

In November 2005, IAM was floated on the stock exchange, through the placement of a package of shares corresponding to 43.4% of its ownership, which resulted in the inclusion of new shareholders.

During 2006, IAM sold 1.1% of its shares of Aguas Andinas S.A., retaining 50.1% of its shares, which allowed it to maintain control of the sanitation company.

In 2007 it implemented an ADR Level I program, which made it possible to trade its shares in the over the counter market in the United States, this program was terminated in 2016.

The Company is the parent company of three sanitation companies in the Greater Santiago area (Aguas Andinas S.A., Aguas Cordillera S.A. and Aguas Manquehue S.A.). In order to provide a comprehensive service within its line of business, the Company has non-sanitation subsidiaries, providing services such as liquid industrial waste treatment (EcoRiles S.A.), laboratory analysis (Análisis Ambientales S.A.), commercialization of materials and other services related to the sanitation sector (Gestión y Servicios S.A.) and activities associated with water use rights and energy projects derived from facilities and assets of sanitation companies (Aguas del Maipo S.A.).

The Company and its subsidiary Aguas Andinas S.A. are registered in the Securities Register of the Financial Market Commission under No. 912 and No. 346, respectively. The subsidiaries Aguas Cordillera S.A. and Aguas Manquehue S.A. are registered in the Special Registry of Reporting Entities of the Financial Market Commission under No. 170 and No. 2, respectively. As sanitation sector companies, they are regulated by the Superintendency of Sanitation Services, in accordance with Law No. 18,902 of 1989 and Decrees with Force of Law No. 382 and No. 70, both of 1988.

For the purpose of preparing the consolidated financial statements, a group is understood to exist when the parent company has one or more subsidiaries over which the parent company has direct or indirect control. The accounting policies applied in the preparation of the consolidated financial statements of the Group are detailed in Note 2.2.

The direct controlling entity is Suez Inversiones Aguas del Gran Santiago Ltda. ("SIAGSA") with a 50.1% ownership interest, which is controlled by Suez Andina S.A. and is controlled by Suez Spain, S.L., an entity based in Spain and one of the largest operators of sanitation services worldwide, which in turn is controlled by Suez Groupe, S.A.S. (France).

Following the takeover bid agreement approved by the Boards of Directors of Suez and Veolia Environnement on May 14, 2021, the aforementioned takeover bid for the entire share capital of Suez, S.A. was successfully concluded on January 10, 2022 and enabled Veolia Environnement to acquire 86.22% of the share capital and voting rights in Suez, S.A. The takeover bid was reopened from January 12 to 27, 2022, ending with an acceptance rate of 95.95%. In accordance with French AMF (Autorité des marchés financiers) regulations, Veolia Environnement will carry out a squeeze-out to acquire all of the shares

of Suez, S.A. that it does not own, and the latter will be delisted from Euronext Paris and Euronext Brussels.

Note 2.
BASIS OF PREPARATION AND ACCOUNTING POLICIES

2.1 Basis of preparation

These consolidated financial statements correspond to the consolidated statements of financial position as of December 31, 2021 and 2020 and the consolidated statements of comprehensive income, changes in equity and cash flows for the years ended December 31, 2021 and 2020, which have been prepared in accordance with International Accounting Standards (IAS), included in International Financial Reporting Standards (IFRS), issued by the International Accounting Standards Board (hereinafter "IASB"), and represent the full, explicit and unreserved adoption of IFRS.

The Group complies with the legal conditions of the environment in which it is carrying out its operations, particularly the sanitation subsidiaries regarding the regulations of the sanitary sector. The Companies of the Group display normal operating conditions in each area in which they perform their activities, their projections show a profitable operation and they have the capacity to access the financial system to finance their operations, which in the opinion of the management determines their capacity to continue as an operating company, as established by the accounting standards under which these consolidated financial statements are issued.

Functional and presentation currency

The financial statements of each of the companies comprising the Group are presented in the currency of the primary economic environment in which such companies operate (functional currency). For purposes of the consolidated financial statements, the results and financial position of each Group Company are expressed in Chilean pesos (rounded in thousands of pesos), which is the functional currency of the Company and its Subsidiaries, and the presentation currency for the consolidated financial statements.

New accounting pronouncements

The standards and interpretations, as well as improvements and amendments to IFRS that have been issued, in force as of the date of these financial statements, are detailed below. The Company has applied these standards and concluded that they did not significantly affect the financial statements.

Ammendments	Mandatory application date
IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 – Benchmark interest rate reform - phase 2	January 1, 2021
IFRS 16 Rent reductions related to Covid-19, subsequent to June 30, 2021	April 1, 2021

The standards and interpretations, as well as improvements and amendments to IFRS, which have been issued, but are not yet in force at the date of these financial statements, are detailed below. The Company has not applied these standards in advance.

Standards and Interpretations	Mandatory application date
IFRS 17, Insurance contracts	January 1, 2023

Ammendments	Mandatory application date
IFRS 3 Reference to the Conceptual Framework	January 1, 2022
IFRS 16 Property, plant and equipment: products obtained before intended use	January 1, 2022
IAS 37 Onerous contracts - cost of fulfilling a contract	January 1, 2022
IAS 1 Classification of liabilities as current or non-current	January 1, 2023
IAS 8 Definition of accounting estimates	January 1, 2023
IAS 1 Disclosure of accounting policies	January 1, 2023
IAS 12 Deferred Taxes Relating to Assets and Liabilities Arising from a Single Transaction	January 1, 2023

IFRS 10 and IAS 28 Consolidated Financial Statements - sale or contribution of assets	To be determined
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The management of the Company believes that the adoption of the Standards, Amendments and Interpretations described above, which may apply to Inversiones Aguas Metropolitanas S.A. and Subsidiaries, are in the process of evaluation and it is estimated that, at the date of their first application, they would not have a significant impact on the consolidated financial statements of the Group in their first application. Management is periodically evaluating these implications.

Responsibility for the information and estimates made

The information contained in these consolidated financial statements is the responsibility of the Board of Directors of the Company, which declares that all the principles and criteria included in the International Financial Reporting Standards (IFRS) have been applied.

The Board of Directors, at its meeting held on February 14, 2022, approved these consolidated financial statements. The consolidated financial statements for the year 2020 were approved by its Board of Directors at its meeting held on March 24, 2021.

Estimates have been used in the preparation of the consolidated financial statements, such as:

- Revaluation of land
- Useful life of property, plant and equipment and intangibles
- Valuation of assets and purchased goodwill (goodwill or goodwill on investments)
- Impairment losses on assets
- Assumptions used in the actuarial calculation of employee termination benefits
- Assumptions used in the fair value calculation of financial instruments
- Revenue from supplies pending invoicing
- Provisions for commitments with third parties
- Risks arising from current litigation

Although these estimates and judgments were made on the basis of the best information available at the date of issuance of these consolidated financial statements, it is possible that events that may occur in the future, such as what happened in this period regarding COVID-19, may make it necessary to modify them (upward or downward) in future periods, which would be recorded prospectively, at the time the variation becomes known, acknowledging the effects of such changes in the corresponding future consolidated financial statements.

2.2 Accounting policies

The main accounting policies adopted in the preparation of these consolidated financial statements are described hereinafter.

A. Consolidation Basis

The consolidated financial statements include the financial statements of the Company and the entities controlled by the Company (its Subsidiaries). Subsidiaries are those entities over which the Group has the power to direct the relevant activities, it is entitled to variable returns from its involvement and has the ability to use that power to influence the amounts of the returns of the investors. Subsidiaries are consolidated from the date on which control is transferred to the Group and are excluded from consolidation on the date on which such control ceases.

In the consolidation process, all transactions, balances, earnings and losses between Group entities are eliminated.

The Company and its subsidiaries display uniformity in the policies used by the Group.

The subsidiaries included in the consolidated financial statements of Inversiones Aguas Metropolitanas S.A. are the following:

Subsidiaries	RUT	Country of origin	Functional currency	Percentage of direct and indirect participation			
				31-12-2021			31-12-2020
				Direct	Indirect	Total	Total
Aguas Andinas S.A.	61.808.000-5	Chile	CLP	50.10234%	0.00000%	50.10234%	50.10234%
Aguas Cordillera S.A.	96.809.310-K	Chile	CLP	0.00000%	99.99003%	99.99003%	99.99003%
Aguas Manquehue S.A.	89.221.000-4	Chile	CLP	0.00000%	100.00000%	100.00000%	100.00000%
Inversiones Iberaguas Ltda. (*)	96.897.320-7	Chile	CLP	0.00000%	0.00000%	0.00000%	0.00000%
ESSAL S.A. (*)	96.579.800-5	Chile	CLP	0.00000%	0.00000%	0.00000%	0.00000%
EcoRiles S.A.	96.945.210-3	Chile	CLP	0.00000%	100.00000%	100.00000%	100.00000%
Gestión y Servicios S.A.	96.828.120-8	Chile	CLP	0.00000%	100.00000%	100.00000%	100.00000%
Análisis Ambientales S.A.	96.967.550-1	Chile	CLP	0.00000%	100.00000%	100.00000%	100.00000%
Aguas del Maipo S.A.	76.190.084-6	Chile	CLP	0.00000%	100.00000%	100.00000%	100.00000%

(*) On October 13, 2020, Aguas Andinas completed the sale of its direct and indirect shareholding (through Iberaguas Ltda.) in ESSAL to Eco Acquisitionco SpA, a company incorporated in Chile and controlled by the Canadian company Algonquin Power & Utilities Corp. Therefore, as of that date, these companies are not part of the scope of the consolidation.

B. Operational segments

IFRS 8 establishes standards for reporting on operating segments and disclosures related to products and services. Operating segments are defined as components of an entity for which there is separate financial information, which is regularly reviewed by management to make decisions about resources to be allocated to segments and to evaluate their performance.

The Group manages and measures the performance of its operations by business segment. The operating segments reported internally are the following:

- Operations related to the sanitation (water) business.
- Operations not related to the sanitation business (Non Water).

C. Intangible assets other than goodwill

The Company recognizes an identifiable intangible asset when it can demonstrate that it is probable that the future economic benefits attributed to the asset will flow to the entity and the cost can be reliably measured.

i. Intangible assets acquired separately

Intangible assets acquired separately are stated at cost minus accumulated amortization and accumulated impairment losses. Amortization is calculated on a straight-line basis using estimated useful lives. The estimated useful lives and amortization method are reviewed at the end of each reporting period and the effect of any change in estimate is prospectively accounted for.

ii. Amortization method for intangible assets

Intangible assets with definite useful life

The amortization method applied by the Company reflects the pattern in which the future economic benefits of the asset are expected to be used by the entity. For this purpose, the Company uses the straight-line method of amortization.

Software

The estimated useful life for software is 4 years. For other assets with a defined useful life, the useful life over which they are amortized corresponds to the periods defined in the contracts or rights that originate them.

Intangible assets with indefinite useful life

Intangible assets with indefinite useful lives correspond mainly to water rights and easements, which were obtained on an indefinite basis, as established in the acquisition contracts and the rights obtained from the Dirección General de Aguas, which is part of the Ministry of Public Works.

Determination of useful life

Factors to be considered in estimating useful life include, but are not limited to, the following:

- Legal, regulatory or contractual limitations.
- Predictable life of the business or industry.
- Economic factors (product obsolescence, changes in demand).
- Expected reactions from current or potential competitors.
- Natural factors, climate and technological changes that affect the ability to generate profits.

The useful life may require modifications over time due to changes in estimates as a result of changes in assumptions about the foregoing factors.

D. Goodwill

Goodwill generated in the business combination represents the excess of the cost of acquisition over the Group's interest in the fair value of the assets and liabilities, including the identifiable contingent liabilities of a Subsidiary Company at the acquisition date.

The valuation of the assets and liabilities acquired is made provisionally on the date on which control of the Company is acquired, and is reviewed within a maximum period of one year from the date of acquisition. Until the fair value of the assets and liabilities is definitively determined, the excess between the acquisition price and the carrying amount of the Company acquired is provisionally recorded as goodwill.

In the event that the final determination of goodwill is made in the financial statements of the year following the year in which the interest was acquired, the prior year's items presented for comparative purposes are modified to include the value of the assets and liabilities acquired and the final goodwill from the date of acquisition of the interest.

Goodwill generated prior to the date of our transition to IFRS, i.e. January 1, 2008, is maintained at the net value recorded at that date, while that originated after that date is maintained according to the acquisition method.

Goodwill is not amortized, but rather, at the end of each accounting period, an impairment test is performed to determine whether there has been any impairment that reduces its recoverable value to an amount lower than the recorded net cost, proceeding, if necessary, to the appropriate adjustment for impairment, as required by IAS 36.

E. Property, plant and equipment

The Company uses the cost method for the valuation of Property, Plant and Equipment, except for land, which is valued using the revaluation method. The historical cost includes expenses that are directly attributable to the acquisition of the asset.

Land revaluations are performed with sufficient regularity to ensure that the carrying amount of the revalued asset does not differ significantly from fair value.

The revaluation surplus, net of related deferred taxes, is recognized in other comprehensive income within equity. However, in the event that a revaluation deficit of the same asset previously recognized as a loss is reversed, such increase is recognized in the statement of income. A decrease in value is recorded in the statement of income, except in the event that such decrease reverses the existing value surplus on the same asset that would have been recognized in adjustments for changes in value.

Subsequent costs are included in the value of the initial asset or recognized as a separate asset only when it is probable that future economic benefits associated with the fixed asset items will flow to the Group and the cost of the item can be reliably determined. The value of the replaced component is derecognized for accounting purposes. All other repairs and maintenance are charged to income for the year in which they are incurred.

Depreciation method and estimated useful life for property, plant and equipment

The depreciation method applied by the Company reflects the pattern in which the assets are expected to be used by the entity during the period in which they generate economic benefits. For this purpose, the Company uses the straight-line depreciation method over their technical useful lives, which is based on studies prepared by independent experts (external specialist companies). The residual value and useful lives of assets are reviewed, and adjusted if necessary, at each closing of the Statement of Financial Position.

When the value of an asset exceeds its estimated recoverable amount, its value is written down immediately to its recoverable amount (Note 33).

Useful lives

The useful lives considered for purposes of calculating depreciation are based on technical studies prepared by specialized external companies, which are reviewed as new information becomes available that allows considering that the useful life of an asset has been modified.

The allocation of the total useful life for the assets is made on the basis of several factors, including the nature of the equipment. Such factors generally include:

1. Nature of the component materials of the equipment or constructions.
2. Operating environment of the equipment.
3. Intensity of use.
4. Legal, regulatory or contractual limitations.

The useful life range (in years) by type of Assets is as follows:

Item	Minimum Useful life (years)	Maximum Useful life (years)
Buildings	25	80
Plant and equipment	5	50
Information technology equipment	4	4
Fixtures and fittings	5	80
Motor vehicles	7	10
Leasehold improvements	5	5
Other property, plant and equipment	5	80

Cost estimation policy for dismantling, removal or rehabilitation of property, plant and equipment

Due to the nature of the assets being constructed in the Company and given that there are no contractual obligations or other constructive requirements such as those mentioned in IFRS and in the regulatory framework, the concept of decommissioning costs is not applicable as of the date of these consolidated financial statements.

Property, plant and equipment sales policy

Earnings or losses on the sale of property, plant and equipment are calculated by comparing the proceeds obtained with the carrying value and are recorded in the Consolidated Statement of Comprehensive Income.

F. Impairment of tangible and intangible assets except for goodwill

At each reporting date of the Consolidated Statement of Financial Position, the Group reviews the carrying amounts of its tangible and intangible assets with definite useful lives to determine whether there are indicators that such assets have suffered an impairment loss. If such indicators exist, the recoverable amount of the assets is estimated to determine the amount of the impairment loss (if any). When it is not possible to estimate the recoverable amount of a specific asset, the Group estimates the recoverable amount of the Cash Generating Unit to which the asset belongs.

Intangible assets with indefinite useful lives are tested annually for impairment and when there are indicators that the asset may have become impaired before the end of that period.

The recoverable amount is the higher amount between the fair value minus costs to sell and value in use. In estimating value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects both the current market conditions of the value of money in time, as well as the specific risks associated with the asset.

When the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of that asset (or cash-generating unit) is adjusted to its recoverable amount by immediately recognizing an impairment loss in income. When an impairment loss is reversed, the carrying amount of the asset (or cash-generating unit) is adjusted to the revised estimate of its recoverable amount, provided that the adjusted carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years.

G. Leases

The Group values its lease contracts in accordance with IFRS 16, i.e. whether the right to control the use of an identified asset is transferred for a period of time in exchange for consideration. Control is deemed to exist if the customer has i) the right to obtain substantially all the economic benefits from the use of an identified asset; and ii) the right to direct the use of the asset.

When the Group acts as lessee, at the inception of the lease (i.e. on the date the underlying asset is available for use) it records a right-of-use asset and a lease liability in the statement of financial position.

The Group initially recognizes the right-of-use asset at cost, adjusted for any remeasurement of the lease liability, minus accumulated depreciation and accumulated impairment losses. The right-of-use asset is depreciated over the lease term. The same criteria detailed in Note 2.2F are applied to determine whether the right-of-use asset is impaired.

The lease liability is initially measured at the present value of the lease payments, discounted at the incremental borrowing rate of the Company, if the interest rate implicit in the lease could not; After the inception date, the lease liability is increased to reflect the accrual of interest and reduced by the lease payments made.

In addition, the carrying amount of the liability is remeasured if there is a modification in the terms of the lease (changes in the term, in the amount of

payments or in the evaluation of a purchase option or change in the amounts payable). Interest expense is recognized as a financial cost in income for the period.

Short-term leases, equal to or shorter than one year, or leases of low-value assets are exempted from the application of the previously described recognition criteria, recording the payments associated with the lease as an expense on a straight-line basis over the lease term.

When the Group acts as lessor, it classifies at the inception of the agreement whether the lease is an operating or finance lease, based on the substance of the transaction. Leases in which substantially all the risks and rewards incidental to ownership of the underlying asset are transferred are classified as finance leases. All other leases are classified as operating leases.

H. Financial assets

Acquisitions and disposals of financial instruments are recognized on the trade date, i.e. the date on which the Group undertakes to acquire or sell the asset. Investments are derecognized when the rights to receive cash flows from them have been transferred and the Group has transferred substantially all the risks and rewards of ownership.

Financial assets are classified in the following categories:

- Financial assets at fair value with changes in income
- Financial assets at fair value with changes in comprehensive income
- Financial assets at amortized cost

The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

The Company and its Subsidiaries invest in low-risk instruments, which comply with classification standards established in their investment policies. Thus, mutual investment funds must have an AAfm / M1 rating (quotas with very high protection against loss, associated with credit risks / quotas with the lowest sensitivity to changes in economic conditions). Time deposits and contracted covenants are N-1 rated instruments (instruments with the highest capacity to pay principal and interest on the agreed terms and maturities).

The issuing institutions of these instruments correspond to banking companies or subsidiaries of banks, with a risk rating of N-1 and their instruments have a risk rating of at least AA (with a very high capacity to pay principal and interest on the agreed terms and maturities, which would not be significantly affected by possible changes in the issuer, the industry to which it belongs or in the economy).

i. Effective interest rate method

The actual interest rate method corresponds to the method of calculating the amortized cost of a financial asset or liability and the allocation of interest income or expense over the entire period. The actual interest rate corresponds to the rate that exactly discounts the estimated future cash flows receivable over the expected life of the financial asset, and makes the Net Present Value (NPV) equal to its nominal amount.

ii. Fair value through other comprehensive income

For the classification of an asset at fair value through other comprehensive income, the sale of financial assets for which the principal amount plus interest, if any, is expected to be recovered within a specified period of time must be complied with as a principle.

iii. Financial assets at fair value with changes in income

Financial assets are presented at fair value through income when the financial asset is held for trading or is designated as at fair value with changes in income.

Financial assets at fair value with changes in income are measured at fair value and any resulting earning or loss is recognized in income. The net earning or loss recognized in income includes any dividend or interest received on the financial asset.

The subsidiaries hold shares of Sociedad Eléctrica Puntilla S.A., which have been valued at fair value at the date of acquisition, as established in IFRS 9. They are subsequently measured at cost since there is no active market, according to the same standard.

iv. Financial assets at amortized cost

Loans and accounts receivables

Trade, loans and other accounts receivable are non-derivative financial assets, which have fixed or determinable payments and are not traded in an active market and are classified as loans and accounts receivable. Loans and accounts receivable are measured at amortized cost using the actual interest rate method, minus any impairment losses, except for short-term accounts receivable where the recognition of interest would be immaterial.

Trade and other accounts receivable

Trade debtors correspond to amounts billed for consumption of potable water, sewerage services, sewage treatment and other services and to income accrued for consumption between the date of the last meter reading (according to the established monthly calendar) and the closing date of the Financial Statement. These are recorded at the net value of the estimate for doubtful accounts or those with a low probability of collection.

The trade debtors policy is subject to the credit policy, which establishes the payment conditions, as well as the different scenarios to be agreed upon for delinquent customers.

Impairment policy for trade debtors and other accounts receivable

The Company periodically evaluates impairment losses affecting its financial assets. The amount is recorded in the uncollectible provisions account. The carrying amount of the asset is reduced as the provision account is used and the loss is recognized in the consolidated statement of comprehensive income within "other expenses". When a receivable is uncollectible, it is recorded against the provision account for accounts receivable based on the expected credit loss model as established in IFRS 9.

Estimates are based on recovery statistics, which indicate that after the eighth month of unpaid invoices, the likelihood of recovery is marginal, in other words, the probability of recovering an invoiced amount is minimal.

In the subsidiaries Aguas Andinas S.A., Aguas Cordillera S.A. and Aguas Manquehue S.A., the debts of customers with more than 8 unpaid balances are provisioned at 100%.

Additionally, debts for consumption transformed into payment agreements are provisioned at 100% of the agreed balance.

Bills receivable with overdue debt are provisioned at 100%.

I. Inventories

Materials, spare parts and supplies are stated at acquisition cost, which does not exceed net realizable value. The costing method corresponds to the weighted average cost. On a semi-annual basis, an impairment estimate is made for those materials that are damaged, partially or totally obsolete, or have not been in rotation for the last twelve months and their market price has fallen by more than 20%.

J. Dividend payment policy

The Company's dividend policy, as established in Article 79 of Law 18,046 governing corporations, is to distribute at least 30% of the net income of each year. In the event that these dividends do not exist or are less than the minimum established by law, the respective provision will be made.

In addition to this, and with the prior authorization of the Ordinary Shareholders' Meeting, the remaining 70% may be distributed as an additional dividend, provided that the current level of capitalization of the Company is maintained and that it is compatible with the investment policies of the Company.

K. Transactions in foreign currencies

Assets and liabilities denominated in foreign currencies are presented at the respective exchange rates prevailing at the end of each year, according to the following parities:

Currency	12-31-2021	12-31-2020
US Dollar	844.69	710.95
Euro	955.64	873.3

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency gains and losses resulting from the settlement of these transactions and from the translation at closing exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the consolidated statement of comprehensive income.

Exchange differences are recorded in the income statement for the period in which they are accrued.

L. Financial liabilities

Loans, obligations with the public and similar are initially recorded at fair value, net of transaction costs incurred. Subsequently, they are valued at amortized cost, using the actual interest rate, except for those transactions for which hedging contracts have been entered into, which are valued in accordance with the following section.

M. Derivative financial instruments and hedge accounting

The use of derivative financial instruments by the Company and its subsidiaries is based on the Group's financial risk management policies, which establish the guidelines for their use.

The Group uses derivative financial instruments as hedging instruments to mitigate inflation, interest rate and foreign currency risks on existing items to which it is exposed due to its operations.

Derivatives are recorded at fair value at the date of the statement of financial position. In the case of financial derivatives, if their value is positive, they are recorded under the caption "Other Financial Assets" and if it is negative, under the caption "Other Financial Liabilities".

Changes in fair value are recorded directly in income, unless a derivative has been designated for accounting purposes as a hedging instrument and all the conditions established by IFRS for the application of hedge accounting are met.

The treatment of hedging transactions with derivative instruments is the following:

Fair value hedges. Changes in the market value of derivative financial instruments designated as hedging instruments, as well as the hedged items, are recorded with a charge or credit to the financial income of the respective income statement accounts.

Hedges of cash flows and net investment in foreign currencies. Changes in the fair value of these derivative financial instruments are recorded for the actual portion directly in an equity reserve called "cash flow hedge", while the non actual portion is recorded in income. The amount recognized in equity is not transferred to the income statement until the results of the hedged transactions are recorded in the income statement, or until the maturity date of the hedged transactions.

In the event of discontinuation of the hedge, the accumulated loss or earning at that date in equity is maintained until the underlying hedged transaction is carried out.

At that time, the accumulated earning or loss in equity will be reversed through the income statement affecting such transaction, at the end of each year financial instruments are stated at fair value. In the case of derivatives not traded in formal markets, the Group uses assumptions for their valuation based on market conditions at that date.

Effectiveness. A hedge is considered highly effective when changes in the fair value or cash flows of the underlying directly attributable to the hedged risk are offset by changes in the fair value or cash flows of the hedging instrument with an effectiveness in the range of 80% to 125%.

Embedded derivative. The Group also evaluates the existence of embedded derivatives in contracts and financial instruments to determine whether their characteristics and risks are closely related to the host contract provided that the whole is not being accounted for at fair value. If they are not closely related, they are recorded separately, with changes in value recognized directly in the consolidated income statement.

N. Provisions and contingent liabilities

Provisions are recognized when the Group has a present obligation that arises from past events, for which it is probable that the Group will use resources to settle the obligation and for which a reasonable estimate of the amount of the obligation can be made.

Provisions are quantified on the basis of the best information available on the event and its consequences, and are re-estimated at each accounting closing. Provisions are used to cover the specific risks for which they were originally recognized, and are reviewed, in whole or in part, when these risks disappear or decrease.

Contingent liabilities are all those possible obligations arising as a result of past events, whose future materialization and associated financial loss is estimated to be of low probability. In accordance with IFRS, the Group does not recognize any provision for these items, although, as required by the same standard, they are detailed in Note 18.

O. Employee benefits

The obligation for severance payments estimated to accrue for employees retiring from Aguas Andinas S.A., Aguas Cordillera S.A. and Aguas Manquehue S.A. is recorded at actuarial value, determined using the projected unit credit method. Actuarial gains and losses on severance indemnities arising from changes in the estimates of turnover rates, mortality, salary increases or discount rate are determined in accordance with IAS 19 in other comprehensive income, directly affecting equity, which is subsequently reclassified to retained earnings.

Aguas Andinas S.A.

The severance payment for years of service at Aguas Andinas S.A. is governed by the provisions of the Labor Code, except for the amount of severance payment accrued as of July 31, 2002 and the payment for dismissal of 1.45 salaries, excluding voluntary resignation, without a cap on the amount or years, for employees who are part of the collective bargaining agreements in force and to whom, through their individual employment contract, the same benefit was extended. The amount accrued to that date is adjusted quarterly according to the variation of the consumer price index. In addition, the aforementioned collective bargaining agreement establishes that employees who retire from Aguas Andinas S.A. and do so within 120 days from the date on which they reach the legal retirement age may access the benefit detailed in the collective bargaining agreement, and continue to receive this benefit after July 2002.

Aguas Cordillera S.A. y Aguas Manquehue S.A.

The severance payment for years of service in Aguas Cordillera S.A. and Aguas Manquehue S.A. is governed by the provisions of the Labor Code, except for the amount of severance payment accrued as of December 31, 2002 and the payment for dismissal of one salary without limit of amount or years, for workers who are part of the collective bargaining agreements in force and to whom, through their individual employment contract, the same benefit was extended. The amount accrued at that date is adjusted quarterly according to the variation of the consumer price index. Also, the aforementioned collective bargaining agreements establish that employees retiring from Aguas Cordillera S.A. and Aguas Manquehue S.A. continue to accrue this benefit after December 2002.

There are no benefits of this nature for the other subsidiaries.

P. Share-based payment reserve

In accordance with IFRS 2, the Group has recognized an expense (personnel costs) corresponding to the benefits granted by the Parent Company Suez to the employees of all subsidiaries worldwide, in the form of share-based payments, in consideration for services rendered, which benefit was subscribed by the employees of the Subsidiaries in Chile. These services are valued at the fair value of the instruments awarded and the effects are described in note 23 to the Financial Statements.

The share purchase plans implemented by Suez’s parent company for employees of subsidiaries around the world allow employees to purchase Company shares at a price below the market price. The fair value of instruments awarded under employee stock purchase plans is estimated on the grant date based on the value of this discount granted to employees and the vesting period applicable to the subscribed share. As it is treated as a service rendered by employees to each subsidiary, in accordance with IFRS 2, domestic subsidiaries recognize the cost of the agreement as an expense for the year, which is offset by a credit to equity.

Q. Income tax and deferred taxes

The income tax expense corresponds to the sum of income tax payable and the change in deferred tax assets and liabilities.

Income tax payable is determined based on the taxable income for the period. The

income tax payable by the Group is calculated using the tax rates that have been approved, or are completing the approval process, at the closing date of the statement of financial position.

Deferred taxes are recognized on the basis of the differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the calculation of taxable income and are accounted for using the balance sheet liability method. Deferred tax liabilities are recognized for all taxable temporary differences, and deferred tax assets are recognized for all deductible temporary differences to the extent that it is probable that future taxable income fiscal benefits will be available against which such differences can be compensated. Deferred tax assets or liabilities are not recognized if the temporary differences arise from the lower value or initial recognition (except in a business combination) of other assets and liabilities in a transaction that does not affect tax income or financial income.

The carrying amount of deferred tax assets is reviewed at each statement of financial position date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the recovery of all or part of the asset.

Deferred tax assets and liabilities are measured at the tax rates that are expected to be in force for the period in which the liability is settled or the asset realized, based on tax rates that have been enacted or ready to be enacted by the end of the statement of financial position period. The measurement of deferred tax assets and liabilities reflects the tax consequences that would result from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amounts of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset tax assets against tax liabilities and they are related to the same entity and tax authority.

R. Ordinary revenue

Revenue recognition policy

The Company determined its recognition and measurement of revenue from ordinary activities based on the principle that revenue is recognized at an amount that reflects the consideration to which the entity expects to be entitled in exchange for transferring goods or services to a customer. This fundamental principle should be applied on the basis of a five-step model:

- 1) identification of the contract with the customer;
- 2) identification of the performance obligations of the contract;
- 3) determination of the transaction price;
- 4) allocation of the transaction price to the performance obligations; and
- 5) recognition of revenue when (or as) the performance obligations are satisfied.

Revenue recognition policy for sales of goods

Revenue from sales of goods is recognized once the significant risk and rewards of ownership of the goods have been transferred, the Company retains no relationship with the goods sold, the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the sale will flow to the Company and the costs incurred in the transaction are also reliably measurable.

Revenue recognition policy for sales of services

Revenues from the sale of services are measured at fair value. Billings are made on the basis of actual consumption or work performed of the consideration receivable, net of returns, trade discounts and rebates, so that revenue is recognized when it is transferred to the customer and recovery is considered probable, the associated costs and possible discounts for erroneous collections can be estimated reliably.

The service area of the sanitation companies is divided into billing groups, which determine dates for meter readings and subsequent billing. This process is carried out on the basis of a monthly calendar, which means that at the end of each month there is consumption that has not been recorded and, therefore, not invoiced.

For billing groups that have information on the basis of actually recorded consumption, the corresponding tariff will be applied. In those cases in which the Company does not have all the consumption recorded, the best estimate of those revenues pending billing will be made, that is, based on the physical data of the previous month valued at the rate in force, considering in both cases (billing or estimate) the normal rate or overconsumption, as appropriate.

The transfer of risks and benefits varies according to the line of business of the company. For sanitation services companies, the rendering of services and all associated charges are made according to actual consumption and a monthly provision is made for consumption that has not been billed based on previous invoicing. For the subsidiaries Análisis Ambientales S.A., EcoRiles S.A., Gestión y Servicios S.A. and Aguas del Maipo S.A., billing and any provision is made on the basis of performed work.

Method for determining service termination status

The provision of sanitation services is verified through the measurement of consumption, in accordance with the provisions of the associated legal regulations, while for the non-sanitation Subsidiaries, once the services have been concluded and/or the respective reports have been issued.

Revenue from agreements with developers are recorded as ordinary revenues to the extent that certain conditions specified in each contract are met, which ensure that the associated economic benefit will flow to the Company.

S. Earnings per share

Basic earnings per share is calculated as the quotient between the profit (loss) attributable to equity holders of the Parent Company and the weighted average number of common shares outstanding.

The Group has not entered into any potentially dilutive transactions that result in earnings per diluted share other than basic earnings per share.

T. Environmental information

Assets of an environmental nature are considered to be those that are used on a lasting basis in the activity of the Subsidiaries, the main purpose of which is the minimization of adverse environmental impacts and the protection and improvement of the environment, including the reduction or elimination of future pollution from the operations of the Subsidiaries.

Said assets are valued at acquisition cost. The subsidiaries amortize these items on a straight-line basis over the estimated remaining useful lives of the various items.

U. Consolidated cash flow statements

The cash flow statement includes cash movements during the period, which include value added tax (VAT), determined by the direct method and with the following criteria:

Cash and cash equivalents: represent inflows and outflows of cash and cash equivalents, which are short-term investments with high liquidity and low risk of changes in value (term of less than three months from the date of their contracting and without restrictions).

Operating activities: represent activities typical of the normal operation of the business of the Company and its Subsidiaries, as well as other activities not classified as investing or financing activities.

Investing activities: represent activities of acquisition, sale or disposal by other means of long-term assets and other investments not included in cash and cash equivalents.

Financing activities: represent activities that produce changes in the amount and composition of equity and liabilities that are not part of ordinary activities.

V. Construction contracts

For construction contracts, the Group uses the "percentage-of-completion method" for the recognition of revenue and expenses related to a contract in progress. Under this method, revenues derived from the contract are compared to the contract costs incurred at the stage of completion, thereby disclosing the amount of revenue, expenses and profits that can be attributed to the executed portion of the contract.

Contract costs are recognized when incurred. When the outcome of a construction contract can be reliably estimated and it is probable that the contract will be profitable, contract revenue is recognized over the contract period. When it is probable that total contract costs will exceed total contract revenue, the estimated loss is recognized immediately as an expense for the year. When the outcome of a construction contract cannot be estimated with sufficient reliability, contract revenue is recognized only to the extent of contract costs incurred that is probable will be recovered.

The Group presents as an asset the gross amount due from customers for work on all contracts in progress for which the costs incurred plus recognized earnings

(minus recognized losses) exceed partial billings. Partial billings not paid by customers and retentions are included in "Trade debtors and other accounts receivable".

The Group presents as a liability the gross amount due to customers for work on all contracts in progress for which partial billings exceed costs incurred plus recognized profits (minus recognized losses).

W. Capitalized financing costs

Interest-bearing loan policy

Borrowing costs that are directly attributable to the acquisition, construction or production of assets that meet the conditions for qualification are capitalized as part of the cost of such assets.

Interest cost capitalization policy

Interest paid or accrued on debt that finances qualifying assets is capitalized, as stipulated in IAS 23. IAS 23 establishes that when the Entity acquires debt for the purpose of financing investments, the interest on such debt must be deducted from financial expense and included in the financed construction work, up to the total amount of such interest, applying the respective rate to the disbursements made at the date of presentation of the financial statements.

X. Non-current assets held for sale or to be distributed among the owners

The company classifies as non-current assets (or group of assets for disposal) held for sale, property, plant and equipment, intangible assets, investments in associates, joint ventures and disposal groups (group of assets to be disposed of together with their directly associated liabilities), for which at the closing date of the statement of financial position active efforts have been initiated for their sale, and it is highly probable that the transaction will be completed during the twelve-month period following such date.

Assets or groups subject to divestiture classified as held for sale are valued at the lower of their book value or fair value minus costs to sell, and are no longer depreciated as soon as they acquire this classification.

Non-current assets held for sale and components of disposal groups classified as held for sale or held for distribution to owners are presented in the consolidated financial statements as follows:

Assets in a single line item called "Non-current assets or groups of assets for disposal classified as held for sale". Liabilities that are part of a group of assets for disposal classified as held for sale shall be presented in the statement of financial position separately from other liabilities, i.e. in the line item "Liabilities included in groups of assets for disposal classified as held for sale".

In the statement of comprehensive income, a single amount comprising the total after-tax income from discontinued operations and the after-tax income recognized on measurement at fair value less costs to sell, or on disposal of the assets or disposal groups constituting the discontinued operation, is presented under "Gain (loss) from discontinued operations".

Y. Change in accounting policy

As of September 30, 2020, the Group decided to use the revaluation model for the asset class "Land" classified within the grouping property, plant and equipment. Thus, the value of this asset class will be periodically updated according to its market value. The prospective application of this policy implied an increase in value in the grouping property, plant and equipment of \$227,205 million, for more information see Note 13.

Note 3.
RISK MANAGEMENT

The main objectives of financial risk management are to ensure the availability of funds to meet financial commitments and to protect the value of the Group's cash flows, assets and liabilities.

Such management is carried out by identifying risks, determining the tolerance of each risk, hedging such financial risks and controlling the operations of the hedges established. To achieve the objectives, financial risk management is based on hedging all significant exposures, provided that suitable instruments exist and the cost is reasonable.

i. Credit Risk

Credit risk is the possibility of financial loss resulting from non-compliance by our counterparties (customers) with their obligations.

The healthcare subsidiaries have an atomized market, which means that the credit risk of a particular client is not significant.

The objective of the Company is to maintain minimum levels of uncollectibility. There is a credit policy, which establishes the conditions and types of payment, as well as conditions to be agreed for delinquent customers. The management processes are: control, estimate and evaluate uncollectibles in order to take corrective actions to achieve the proposed compliance. One of the main actions and measures to maintain low levels of uncollectible accounts is to interrupt the supply.

It should be noted that the sanitation subsidiaries have voluntarily decided to suspend the interruption of service for late payment of their bills during the State of Catastrophe. In accordance with the Basic Services Law No. 21,249, which establishes in its article N°1, in force until December 31, 2021, the basic service providers may not interrupt the service due to delinquency in the payment of their bills during the State of Catastrophe.

The credit risk analysis method is based on the expected credit loss model, as established by IFRS 9. Estimates are based on recovery statistics, which indicate that after the eighth month of unpaid invoices, the probability of recovering an invoiced amount is minimal. Consequently, as from the ninth month's invoicing, an impairment of the account receivable is immediately recognized, i.e. the delinquent customer is identified and the amount of the provision is determined (it is not a percentage of the total portfolio). In addition, the debts for consumption transformed into agreements and the documents receivable with overdue debt are provisioned at 100%.

As of December 31, 2021 and 2020, credit risk balances are ThCh\$ 38,982,547 and ThCh\$ 33,733,524, respectively (see Note 5).

ii. Liquidity risk

Liquidity risk is the possibility that the Group will have difficulty meeting its obligations associated with financial liabilities that are settled by delivering cash or other financial assets and will not be able to fund its commitments, such as long-term investments and working capital requirements, at reasonable market prices.

Management monitors the Group's liquidity reserve forecasts based on expected cash flows.

Various preventive measures are used to manage the liquidity risk, such as:

- Diversify financing sources and instruments.
- Agree with creditors on maturity profiles that do not concentrate high amortizations in one period.

Maturity profile (undiscounted cash flows)

Profile of maturities	Up to 90 days		From 90 days to 1 year		From 13 months to 3 years		More than 3 years to 5 years		More than 5 years	
	ThCh\$	Contract interest rate	ThCh\$	Contract interest rate	ThCh\$	Contract interest rate	ThCh\$	Contract interest rate	ThCh\$	Contract interest rate
AFR	6,680,147	3.76%	27,779,471	4.08%	47,768,923	3.74%	35,463,679	2.34%	106,327,238	2.32%
Bank loans	1,348,001	5.82%	16,848,398	5.90%	140,155,049	2.49%	112,988,789	5.81%	0,00%	-
Bods	13,542,015	2.04%	29,071,617	2.04%	72,564,669	1.89%	50,534,783	1.80%	870,334,284	3.45%
Lease liabilities	377,223	3.09%	806,036	2.99%	874,309	2.49%	416,312	1.87%	339,176	1.82%
Trade accounts and other accounts payable	122,132,863	0.00%	4,991,948	0.00%	365,873	0.00%	158,712	0.00%	530,682	0.00%
Totals	144,080,249		79,497,470		261,728,823		199,562,275		977,531,380	

Liquidity risk is monitored periodically in order to perceive, detect and correct deviations to mitigate possible impacts on income.

iii. Interest rate risk

The Company has a rate structure that combines fixed and variable rates as follows:

Debt instruments	Rate	%
Bank loans	Variable	11.54%
Bank loans	Fixed	9.12%
Bonds	Fixed	61.88%
AFR	Fixed	17.22%
Lease liabilities	Fixed	0.24%
Total		100.00%

Interest rate sensitization analysis

A rate analysis is performed, with respect to the BAR (Banking Active Rate) TAB (Tasa Activa Bancaria), assuming that all other variables remain constant. The method consists of measuring the positive or negative variation of the nominal BAR at the reporting date with respect to the average BAR of the last loan fixation.

The analysis is based on historical data on the average daily market price of the 180-day BAR for the last 3 years as of the filing of the report.

Company	Nominal debt amount ThCh\$	Variable rate	Points	Annual impact on income (+/-)
IAM S.A. Consolidated	134.058.088	TAB Rate	339	4,542,990

iv. Risk from COVID-19

The Company maintains an action plan to ensure continuity of service, implementing various measures to manage the exceptional situation resulting from the Coronavirus pandemic.

At year-end 2021 we continued to experience the direct and indirect impacts of the exceptional situation caused by Covid-19.

This situation requires us to continue making a great effort to adapt in order to supply citizens with a resource essential for life such as water, for which we continue to deploy an intense preventive strategy. In view of this, the subsidiary Aguas Andinas continues to have all the economic, technical and human resources available to ensure the continuity of the operation, ensuring a secure supply at a crucial time, together with protecting the health of our workers, their families and the community.

Complementing the above, we estimate an overall impact of Ch\$30,740 million for the direct and indirect effects derived from the exceptional situation caused by Covid when compared to a normal year without pandemic, mainly associated to lower non-residential consumption (-20Hm3), higher expenses due to uncollectibles (% uncollectible over revenues 3.1% vs 0.8% in pre-pandemic period) and direct preventive expenses.

It should be noted that at the end of December 2021, an allowance for doubtful accounts of Ch\$15,695 million was recorded, generating a lower bad debt expense of Ch\$4,477 million with respect to 2020.

Note 4. CASH AND CASH EQUIVALENTS

The composition of the item is as follows:

Cash and cash equivalents	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Banks	2,668,763	3,421,242
Term deposits	158,450,117	110,899,988
Mutual funds	3,440,000	63,643,623
Totals	164,558,880	177,964,853

Cash equivalent corresponds to financial assets in term deposits and mutual funds with maturities of less than 90 days from the date of the transaction giving rise to them.

Detail of certain items of the cash flow statement

• **Other charges for operating activities:** corresponds to ancillary services to the operation of the business, mainly agreements entered into with developers.

• **Other payments for operating activities:** correspond to the payment of monthly taxes.

• **Other outflows from investing activities:** The interest on the cash and cash

equivalents used by the Group mainly corresponds to interest associated with bond issuings, which have been capitalized as a result of investments made in property, plant and equipment.

There are no legal restrictions that prevent the immediate availability of cash and cash equivalents used by the Group.

4.1 Cash equivalents

The detail by type of financial instruments in each company is as follows:

Company	Instruments	31-12-2021 ThCh\$	31-12-2020 ThCh\$
IAM S.A.	Term deposit	1,005,985	-
IAM S.A.	Mutual funds	-	2,738,110
Aguas Andinas S.A.	Term deposit	148,680,338	110,899,988
Aguas Andinas S.A.	Mutual funds	2,950,000	53,415,489
Aguas Cordillera S.A.	Term deposit	696,000	-
Aguas Cordillera S.A.	Mutual funds	490,000	1,485,005
Aguas Manquehue S.A.	Term deposit	1,906,444	-
Aguas Manquehue S.A.	Mutual funds	-	1,555,005
EcoRiles	Term deposit	3,480,756	-
EcoRiles	Mutual funds	-	3,300,011
Gestión y Servicios S.A.	Term deposit	1,860,459	-
Gestión y Servicios S.A.	Mutual funds	-	790,002
Análisis Ambientales S.A.	Term deposit	820,135	-
Análisis Ambientales S.A.	Mutual funds	-	360,001
Totals		161,890,117	174,543,611

The Company and Subsidiaries make investments with portfolio limits of a maximum of 40% of the total per issuing Institution, and limits per instrument corresponding to: mutual funds, 10% of the actual equity of the mutual fund and term deposits, 10% of the actual equity of the bank.

Note 5. TRADE DEBTORS AND OTHER ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

The composition of trade receivables (current and non-current) as of December 31, 2021 and 2020 is as follows:

Credit risk	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Gross trade accounts receivable exposure (*)	134,434,882	110,854,478
Gross exposure notes receivable	1,397,238	6,201,585
Gross exposure other accounts receivable	3,993,910	3,912,782
Trade debtors and other receivables, current accounts receivable, gross.	139,826,030	120,968,845
Estimation for accounts receivable risks	(38,721,361)	(33,477,605)
Trade debtors and other account receivables, current, net"	101,104,669	87,491,240
Gross exposure notes receivable	244,711	526,813
Gross exposure other accounts receivables	3,454,722	3,907,719
Rights receivables, non-current, gross	3,699,433	4,434,532
Estimation for risks of rights receivable	(261,186)	(255,919)
Non-current receivable rights, net	3,438,247	4,178,613
Net exposure, concentrations of risk	104,542,916	91,669,853

(*)As of December 31, 2020, the settlement was approved for the class action lawsuit between SERNAC, CONADECUS and Aguas Andinas S.A., regarding the massive potable water service interruption of April 2016, February and April 2017. This generated a recognition of ThCh\$9,909,734 within trade debtors, as a result of a compensation plan that was carried out through rebates to the monthly invoices of the affected customers.

The changes in the estimation of uncollectible debtors are as follows:

Changes in credit risk accounts receivable	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Opening balance	(33,733,524)	(32,275,945)
Increase in existing provisions	[15,694,733]	[20,171,784]
Decrease due to loss of control of subsidiary	-	6,152,495
Decreases	10,445,710	12,561,710
Changes, total	(5,249,023)	(1,457,579)
Final balance	(38,982,547)	(33,733,524)

In accordance with the policy of the Group, consumption debts transformed into payment agreements are fully provisioned.

The composition by age of the gross debt is as follows:

Age of gross debt	12-31-2021 ThCh\$	12-31-2020 ThCh\$
less than three months	92,202,288	81,039,786
between three and six months	5,915,502	4,665,785
between six and eight months	3,040,229	3,102,160
more than eight months	42,367,444	36,595,646
Totals	143,525,463	125,403,377

In accordance with IFRS X Financial Instruments, a detail of gross overdue debt by age is presented.

Not provisioned gross overdue debt	12-31-2021 ThCh\$	12-31-2020 ThCh\$
less than three months	11,597,059	9,771,031
between three and six months	4,413,631	3,205,547
between six and eight months	2,109,673	1,915,592
Totals	18,120,363	14,892,170

Overdue debt is comprised of all amounts where the counterparty failed to make a payment when contractually due. In accordance with the policy of the Company, customers with balances aged less than 9 months are not provisioned.

As of December 31, 2021 and 2020, the analysis of the gross exposure of current trade debtors and current and non-current documents receivable (NSF Checks), for the renegotiated and non-renegotiated non-securitized portfolio, is as follows:

December 31, 2021						
Accounts Receivable Commercial	Not refinanced portfolio		Refinanced portfolio		Total refinanced portfolio	
	N° of customers	Gross amount ThCh\$	N° of customers	Gross amount ThCh\$	N° of customers	Gross amount ThCh\$
To date	15,511	5,197,378	-	-	15,511	5,197,378
Between 1 and 30 days	999,309	70,738,665	167	25,328	999,476	70,763,993
Between 31 and 60 days	175,413	8,283,849	839	72,888	176,252	8,356,737
Between 61 and 90 days	58,336	3,519,455	1,559	97,312	59,895	3,616,767
Between 91 and 120 days	32,526	2,250,749	1,756	126,931	34,282	2,377,680
Between 121 and 150 days	22,024	1,723,405	1,755	154,617	23,779	1,878,022
Between 151 and 180 days	14,701	1,451,795	1,821	212,476	16,522	1,664,271
Between 181 and 210 days	10,997	1,236,023	1,658	228,788	12,655	1,464,811
Between 211 and 250 days	7,337	1,149,123	2,696	428,987	10,033	1,578,110
More than 251 days	53,374	5,816,022	57,585	33,363,040	110,959	39,179,062
Totals	1,389,528	101,366,464	69,836	34,710,367	1,459,364	136,076,831

December 31, 2020						
Commercial debtors terms	Not refinanced portfolio		Refinanced portfolio		Total refinanced portfolio	
	N° of customers	Gross amount ThCh\$	N° of customers	Gross amount ThCh\$	N° of customers	Gross amount ThCh\$
To date	15,887	5,013,675	-	-	15,887	5,013,675
Between 1 and 30 days	967,254	60,842,256	259	18,872	967,513	60,861,128
Between 31 and 60 days	167,580	7,944,185	1,445	95,835	169,025	8,040,020
Between 61 and 90 days	54,706	2,886,976	2,611	148,599	57,317	3,035,575
Between 91 and 120 days	27,352	1,890,002	2,670	181,621	30,022	2,071,623
Between 121 and 150 days	14,741	1,346,084	2,791	215,541	17,532	1,561,625
Between 151 and 180 days	8,320	1,035,332	2,960	293,129	11,280	1,328,461
Between 181 and 210 days	6,786	1,158,755	3,080	365,983	9,866	1,524,738
Between 211 and 250 days	6,801	1,209,461	3,854	550,523	10,655	1,759,984
More than 251 days	88,167	14,526,746	34,015	17,859,301	122,182	32,386,047
Totals	1,357,594	97,853,472	53,685	19,729,404	1,411,279	117,582,876

As of December 31, 2021 and 2020, the analysis of NSF cecks in judicial collection, of the non-securitized portfolio, is as follows:

NFS portfolio and receivables in court	NON-SECURITIZED PORTFOLIO			
	Non refinanced portfolio 12-31-2021		Non refinanced portfolio 12-31-2020	
	Nº of customers	Portfolio amount ThCh\$	Nº of customers	Portfolio amount ThCh\$
NFS documents receivable	395	292,091	25	49,527
NFS documents receivable in court	5	327,532	5	273,705
Totals	400	619,623	30	323,232

As of December 31, 2021 and 2020, the analysis of credit risk is as follows:

December 31, 2021				
Provision			Write off of the period ThCh\$	Recovery of the period ThCh\$
Non refinanced portfolio ThCh\$	Refinanced portfolio ThCh\$	Total Provisión ThCh\$		
(4,272,180)	(34,710,367)	(38,982,547)	10,404,331	-

December 31, 2020				
Provision			Write off of the period ThCh\$	Recovery of the period ThCh\$
Non refinanced portfolio ThCh\$	Refinanced portfolio ThCh\$	Total Provisión ThCh\$		
(14,004,120)	(19,729,404)	(33,733,524)	12,561,710	-

Note 6.
RELATED ENTITY DISCLOSURES

Balances and transactions with related entities

Transactions between the Company and its subsidiaries are on market conditions. These transactions have been eliminated in the consolidation process and are not disclosed in this note.

Accounts receivable from related entities

Accounts receivable from related entities are originated in Chile, the currency of the transactions is in pesos, the maturities are 30 days and there are no guarantees.

Rut related party	Name of related party	Nature of the relationship	Nature of the transactions with related parties	12-31-2021	12-31-2020
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Related to the controller	Laboratory analysis and sampling services	7,588	3,820
77.441.870-9	Suez Medioambiente Chile S.A.	Related to the controller	Laboratory analysis and sampling services	10,208	1,741
77.441.870-9	Suez Medioambiente Chile S.A.	Related to the controller	Discharge of sewage	2,194	-
65.113.732-2	Corporación Chilena de Investigación del Agua SpA.	Related to the controller	Laboratory analysis and sampling services	3,098	-
76.080.553-K	Suez Advanced Solutions Chile Ltda.	Related to the controller	Materials Sales	-	237
76.746.454-1	Suez Biofactoria Andina Spa.	Related to the controller	La Farfana Plant Insurance	-	977,058
Totals				23,088	982,856

Accounts payable to related entities

Accounts payable to related entities are originated in Chile, the currency of the transactions is in Chilean pesos.

Rut of related party	Name of related party	Nature of the relationship	Nature of related party transactions	Terms	Guarantee	12-31-2021 ChTh\$	12-31-2020 ChTh\$
77.441.870-9	Suez Medioambiente Chile S.A.	Related to controller	"CCO Operational Control Center Upgrade Project. 2.0 , maintenance and support."	30 days	Contract performance bond for an amount of UF 4,017".	119,187	60,094
77.441.870-9	Suez Medioambiente Chile S.A.	Related to controller	Payment Sharing	30 days	No guarantees	-	11,132
77.329.730-4	Suez Inversiones Aguas del Gran Santiago Ltda.	Controller	Lease	30 days	No guarantees	5,322	-
76.746.454-1	Suez Biofactoria Andina Spa.	Related to controller	Bioremediation plan for La Farfana treatment plant.	30 days	Contract performance bond for an amount of UF 1,048,050	3.575.539	5.013.608
76.746.454-1	Suez Biofactoria Andina Spa.	Related to controller	Nitrogen removal and biofactory adaptation plan for the Mapocho-Trebal treatment plant.	30 days	Contract performance bond for an amount of UF 1,048,050".	9.072.418	10.985.877
65.113.732-2	Corporación Chilena de Investigación del Agua SpA.	Related to controller	Studies and Consulting	30 days	No guarantees	498,58	507,241
76.080.553-K	Suez Advanced Solutions Chile Ltda.	Related to controller	Purchase of materials	60 días	No guarantees	9,127	6,902
76.080.553-K	Suez Advanced Solutions Chile Ltda.	Related to controller	Virtual platform	30 days	No guarantees	1,912	53,602
76.080.553-K	Suez Advanced Solutions Chile Ltda.	Related to controller	Specialized customer service	30 days	No guarantees	205,691	205,213
76.080.553-K	Suez Advanced Solutions Chile Ltda.	Related to controller	Process reengineering and implementation of new information systems for customer service.	30 days	Contract performance bond for an amount of ThCh\$845,149	163.727	42,208
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Related to controller	"Expansion and rehabilitation of Digesters at the Mapocho - Trebal Wastewater Wastewater Plant Mapocho - Trebal."	30 days	Contract performance bond for an amount of UF357,863	-	729,635
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Related to controller	Operation of Biogas La Farfana purification plant, control and monitoring of electricity costs.	30 days	No guarantees	134,567	30,99
96.817.230-1	EPSA Electrica Puntilla S.A.	Director in common	Purchase of water	30 days	No guarantees	16,44	33,594
70.009.410-3	Asociación canalistas sociedad del canal del Maipo	Director in common	Water purchase	30 days	No guarantees	11,494	77,066
A85788073	Aquatec Proyectos para el sector del agua S.A.	Related to controller	Water resources Tranque La Dehesa dam	30 days	No guarantees	10,298	-
Totals						13.824.302	17.757.162

Transactions with related entities

Transactions with related entities are originated in Chile, and the currency of the transactions is in Chilean pesos.

Rut of related party	Name of related party	Nature of the relationship	Nature of related party transactions	12-31-2021 ChTh\$		12-31-2020 ChTh\$	
				Amount	Effects on income (charge)/ credit	Amount	Effects on income (charge)/ credit
76.080.553-K	Suez Advanced Solutions Chile Ltda	Related to controller	Purchase of materials	112,425	(66,394)	581,525	(262,758)
76.080.553-K	Suez Advanced Solutions Chile Ltda	Related to controller	Administration service, operation, and maintenance of customer service system, virtual office and technological upgrade project	2,349,086	(1,637,664)	2,998,246	(1,917,945)
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Related to controller	Charge for termination of the Mapocho-Trebal contract	5,698,475	5,698,475	-	-
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Related to controller	"Cost overrun of the Mapocho-Trebal wastewater treatment plant expansion project	5,069,909	-	-	-
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Related to controller	Rehabilitation of digestors	(729,635)	-	1,869,749	-
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Related to controller	Operation and maintenance services for Biogas Plant	242,697	(220,485)	198,553	(168,251)
77.441.870-9	Suez Medioambiente Chile S.A.	Related to controller	CCO 2.0 Operational Control Center Upgrade Project and gas leak detection using Tracer gas	2,671,726	(859,941)	2,911,316	(1,040,805)
77.441.870-9	Suez Medioambiente Chile S.A.	Related to controller	Construction of Chamisero Plant (Batuco canal)	-	-	423,119	-
96.817.230-1	EPSA Eléctrica Puntilla S.A.	Director in common	Purchase of water and electricity	3,811,187	(3,202,678)	3,291,168	(2,765,687)
76.746.454-1	Suez Biofactoría Andina spa.	Related to controller	Operation, maintenance and adaptation of Biofactory treatment plant	50,536,792	(20,553,578)	56,848,374	(27,574,925)
70.009.410-3	Asociación canalistas sociedad del canal del Maipo	Director in common	Purchase of water	2,270,974	(1,908,381)	1,309,734	(1,100,617)
65.113.732-2	Corporación Chilena de Investigación del Agua	Related to controller	Study on resilient urban water infrastructure management models in relation to hydrologic and hydrological and geological risks, sludge valuation	753,781	(753,781)	802,005	(767,222)
77.329.730-4	Suez Inversiones Aguas del Gran Santiago Ltda.	Controller	Dividends paid	26,211,819	-	26,183,262	-

The materiality criterion for reporting transactions between related companies is amounts greater than ThCh\$100,000 accumulated.

Compensation of Directors and of the Directors Committee

Remuneration paid to the directors of Inversiones Aguas Metropolitanas S.A. and Subsidiaries and directors committee

	31-12-2021	31-12-2020
(*) Board of directors	836,683	919,865
Directors committee	147,180	149,181
Totals	983,863	1,069.046

(*) Includes sessions paid to Essal until September 2020, the date on which it was sold.

Correspond only to fees associated with their functions as defined and agreed at the Ordinary Shareholder Meeting.

Detail of related entities and transactions with related entities between Directors and Executives

The management of the Company is not aware of the existence of transactions between related parties and directors and/or executives, other than their per diems and remuneration.

Note 7. INVENTORIES

The detail by class of inventories as of December 31, 2021 and 2020 is as follows

Types of inventories	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Goods	2,708,011	1,885,868
Production supplies	2,225,614	2,016,963
Other inventories	383,447	347,282
Estimated obsolescence	(131,214)	(295,160)
Total inventories	5,185,858	3,954,953

The cost of inventories recognized as an expense in the statement of income as of December 31, 2021 and 2020 amounts to ThCh\$ 16,987,628 and ThCh\$ 15,256,029, respectively.

Additionally, an allowance for inventory impairment is presented, which includes amounts related to obsolescence derived from low turnover, obsolescence due to damage and/or its market price is greater than 20%. The changes in the aforementioned estimation are as follows:

Change in obsolesence estimation	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Opening balance	(295,160)	(128,977)
Provision for price	-	(809)
Provision for obsolescence	(84,001)	(247,959)
Provision for damage	(47,213)	(46,392)
Reversal of provision	295,160	128,977
Totals	(131,214)	(295,160)

Note 8. CURRENT TAXES

The detail of current tax assets and liabilities for each year is as follows:

Current tax assets	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Recoverable taxes	626,317	419,216
Monthly provisional payments	38,567,525	41,688,200
Credits	773,827	677,439
Income tax provision	(30,740,805)	(15,180,801)
Other	-	(158,545)
Totals	9,226,864	27,445,509

Current tax liabilities	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Income tax provision	1,770,644	6,502,701
Provision for income tax article 21 disallowed expenses	223,168	10,562
Provisional monthly payments	(1,585,833)	(4,419,444)
Loans	(27,323)	(114,749)
Totals	380,656	1,979,070

Note 9. NON-CURRENT ASSETS HELD FOR SALE

As of December 31, 2021 and 2020, the Company classified land for an amount of ThCh\$ 3,414 and ThCh\$ 3,836,023 respectively, as held for sale in accordance with IFRS 5. The Company has initiated a sale plan for land located in different districts of the Metropolitan Region. This transaction is expected to be completed within the next 12 months.

	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Book value of land	3,414	7,859,040
Adjustment for recognition at fair value	-	(4,023,017)
Available-for-sale assets, total	3,414	3,836,023

Note 10. OTHER FINANCIAL ASSETS

10.1 Non-current

Corresponds mainly to the acquisition of shares of Sociedad Eléctrica Puntilla S.A. (EPSA), amounting to ThCh\$7,895,863 as of December 31, 2021 and 2020 (note 2.2 letter H, iii), over which the Group has no control or significant influence.

Associated with this acquisition is an obligation with the Asociación Sociedad de Canalistas del Maipo, related to the commitment not to transfer the water rights in force at the date of the contract in the amount of ThCh\$7,355,177 as of December 31, 2021 and 2020.

Note 11. INTANGIBLE ASSETS OTHER THAN GOODWILL

The following is the information required regarding the intangible assets of the Company, according to IAS 38 Intangible Assets:

Intangible assets other than goodwill	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Trademarks, gross	15,933	15,933
Computer software, gross	56,740,682	52,760,365
Other intangible assets, gross	228,046,133	227,152,076
Intangible assets, gross	284,802,748	279,928,374
Computer software, accumulated amortization accumulated	(50,029,561)	(48,169,671)
Other intangible assets, accumulated amortization accumulated	(13,292,028)	(13,104,813)
Intangible assets, accumulated amortization "	(63,321,589)	(61,274,484)
Trademarks, net	15,933	15,933
Computer software, net	6,711,121	4,590,694
Other intangible assets, net	214,754,105	214,047,263
Intangible assets, net	221,481,159	218,653,890

*Corresponds to water rights, easements and others.

Changes in intangible assets as of December 31, 2021

Changes in intangible assets	Trademarks, net ThCh\$	Software, net ThCh\$	Other intangible assets, net ThCh\$	Total ThCh\$
Initial balance	15,933	4,590,694	214,047,263	218,453,890
Amortization	-	(2,560,419)	(187,215)	(2,747,634)
Total amortization	-	(2,560,419)	(187,215)	(2,747,634)
Increases (decreases) due to transfers	-	1,110,859	-	1,110,859
Increases (decreases) due to other changes	-	3,569,987	894,057	4,464,044
Total increases (decreases) due to transfers and other changes	-	4,680,846	894,057	5,574,903
Changes, Total	-	2,120,427	706,842	2,827,269
Closing balance	15,933	6,711,121	214,754,105	221,481,159

Changes in intangible assets as of December 31, 2020

Changes in intangible assets	Trademarks, net ThCh\$	Software, net ThCh\$	Other intangible assets, net ThCh\$	Total ThCh\$
Initial balance	15,933	5,010,908	218,759,899	223,786,740
Amortization	-	(2,621,349)	(187,215)	(2,808,564)
Total amortization	-	(2,621,349)	(187,215)	(2,808,564)
Increases (decreases) due to transfers	-	1,001,545	(18,833)	982,712
Increases (decreases) due to other changes	-	1,331,158	2,083,504	3,414,662
Increases (decreases) for transfers and other changes	-	2,332,703	2,064,671	4,397,374
Loss of subsidiary control	-	(131,568)	(6,584,760)	(6,716,328)
Disposals and retirements	-	-	(5,332)	(5,332)
Total loss of subsidiary control, dispositions and disposals	-	(131,568)	(6,590,092)	(6,721,660)
Changes, Total	-	(420,214)	(4,712,636)	(5,132,850)
Closing balance	15,933	4,590,694	214,047,263	218,653,890

Detailed disclosures on intangible assets (gross value)

Current period: December 31, 2021

Changes in intangible assets	Trademarks, gross ThCh\$	Software, gross ThCh\$	Other intangible assets, gross ThCh\$	Total ThCh\$
Initial balance	15,933	52,760,365	227,152,076	279,928,374
Increases (decreases) due to transfers	-	1,110,859	-	1,110,859
Increases (decreases) due to other changes	-	3,569,987	894,057	4,464,044
Total increases (decreases) due to transfers and other changes	-	4,680,846	894,057	5,574,903
Drawdowns and Withdrawals	-	(700,529)	-	(700,529)
Total drawdowns and withdrawals	-	(700,529)	-	(700,529)
Changes, Total	-	3,980,317	894,057	4,874,374
Closing balance	15,933	56,740,682	228,046,133	284,802,748

Previous fiscal year: December 31, 2020

Changes in intangible assets	Trademarks, gross ThCh\$	Software, gross ThCh\$	Other intangible assets, gross ThCh\$	Total ThCh\$
Initial balance	15,933	52,887,318	231,888,852	284,792,103
Increases (decreases) due to transfers	-	1,001,545	(18,833)	982,712
Increases (decreases) due to other changes	-	1,331,384	2,083,504	3,414,888
Total increases (decreases) due to transfers and other changes	-	2,332,929	2,064,671	4,397,600
Loss of subsidiary control	-	(2,459,882)	(6,796,115)	(9,255,997)
Disposals and retirements	-	-	(5,332)	(5,332)
Total loss of subsidiary control, disposals and retirements	-	(2,459,882)	(6,801,447)	(9,261,329)
Changes, total	-	(126,953)	(4,736,776)	(4,863,729)
Closing balance	15,933	52,760,365	227,152,076	279,928,374

Detailed intangible asset disclosures (accumulated amortization)

Current year: December 31, 2021

Changes in intangible assets	Trademarks, accumulated amortization ThCh\$	Software, accumulated amortization ThCh\$	Other intangible assets, accumulated amortization ThCh\$	Total ThCh\$
Initial balance	-	(48,169,671)	(13,104,813)	(61,274,484)
Amortization	-	(2,560,419)	(187,215)	(2,747,634)
Total amortization	-	(2,560,419)	(187,215)	(2,747,634)
Disposals and retirements	-	700,529	-	700,529
Total disposals and retirements	-	700,529	-	700,529
Changes, Total	-	(1,859,890)	(187,215)	(2,047,105)
Closing balance	-	(50,029,561)	(13,292,028)	(63,321,589)

Previous fiscal year: December 31, 2020

Changes in intangible assets	Trademarks, accumulated amortization ThCh\$	Software, accumulated amortization ThCh\$	Other intangible assets, accumulated amortization ThCh\$	Total ThCh\$
Initial balance	-	(47,876,410)	(13,128,953)	(61,005,363)
Amortization	-	(2,621,349)	(187,215)	(2,808,564)
Total amortization	-	(2,621,349)	(187,215)	(2,808,564)
Increases (decreases) due to transfers	-	-	-	-
Increases (decreases) due to other changes	-	(226)	-	(226)
Total increases (decreases) due to transfer and other changes	-	(226)	-	(226)
Loss of subsidiary control	-	2,328,314	211,355	2,539,669
Disposals and retirements	-	-	-	-
Total held for sale and loss of control subsidiary	-	-	-	-
Changes, Total	-	(293,261)	24,140	(269,121)
Closing balance	-	(48,169,671)	(13,104,813)	(61,274,484)

Details of significant individual intangible assets (other):

Water rights and easements are the main intangible assets with indefinite useful lives and their breakdown by company is as follows:

Company	12-31-2021			12-31-2020		
	Water rights ThCh\$	Easements ThCh\$	Others ThCh\$	Water rights ThCh\$	Easements ThCh\$	Others ThCh\$
Aguas Andinas S.A.	77,698,294	9,633,804	4,019,651	77,599,791	9,330,150	4,204,933
Aguas Cordillera S.A.	93,127,323	7,761,932	-	92,746,629	7,761,932	-
Aguas Manquehue S.A.	21,932,904	866,673	-	21,930,063	866,673	-
Aguas del Maipo S.A.	13,700	-	-	13,700	-	-
Ecoriles S.A.	13,700	-	-	13,700	-	-
Gestión y Servicios S.A.	13,700	-	-	13,700	-	-
Análisis Ambientales S.A.	13,700	-	-	13,700	-	-
Consolidation adjustment	(227,481)	(113,795)	-	(333,913)	(113,795)	-
Totals	192,585,840	18,148,614	4,019,651	191,997,370	17,844,960	4,204,933

Intangible assets with indefinite useful lives

Both water rights and easements are rights held by the Company for which it is not possible to establish a finite useful life, i.e., the terms of the economic benefits associated with these assets are indefinite. Both assets are legal rights that do not extinguish and are not subject to restrictions.

Commitments for the acquisition of intangible assets

Commitments for the acquisition of intangible assets for the year 2022 correspond to water rights, easements and software necessary for the normal operation of the Group's companies and, in particular, for new works under construction or previous stages of study, as well as the expansion of concession areas, which are presented as follows:

Company	ThCh\$
Aguas Andinas S.A.	1,723,160
Aguas Cordillera S.A.	543,375
Aguas Manquehue S.A.	35,180
Gestión y Servicios S.A.	35,000
Total	2,336,715

Note 12.
GOODWILL

The following is a detail of goodwill by the different Cash Generating Units (CGU) or group of CGUs to which it is allocated as of December 31, 2021 and 2020:

Rut	Society	12-31-2021	12-31-2020
61.808.000-5	Aguas Andinas S.A.	271,348,419	271,348,419
96.809.310-k	Aguas Cordillera S.A.	33,823,049	33,823,049
Totals		305,171,468	305,171,468

Note 13.
PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment balances as of December 31, 2021 and 2020 are as follows:

Property, plant and equipment	Gross values		Accumulated depreciations		Net values	
	12-31-2021 ThCh\$	12-31-2020 ThCh\$	12-31-2021 ThCh\$	12-31-2020 ThCh\$	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Land	366,245,155	356,816,248	-	-	366,245,155	356,816,248
Buildings	84,233,010	81,480,623	(22,943,453)	(21,620,741)	61,289,557	59,859,882
Subtotal land and buildings	450,478,165	438,296,871	(22,943,453)	(21,620,741)	427,534,712	416,676,130
Complementary works	45,457,579	43,100,018	(21,973,357)	(20,549,532)	23,484,222	22,550,486
Production facilities	399,554,371	391,852,278	(159,471,270)	(152,685,354)	240,083,101	239,166,924
Potable water networks	513,915,024	501,526,503	(319,965,508)	(313,042,132)	193,949,516	188,484,371
Sewage networks	502,335,916	476,851,344	(274,177,568)	(264,028,086)	228,158,348	212,823,258
Sewage treatment plants	223,820,929	216,800,904	(71,586,379)	(66,759,268)	152,234,550	150,041,636
Other facilities	168,327,005	158,236,557	(116,793,614)	(108,434,212)	51,533,391	49,802,345
Non-operating assets	1,856,850	1,862,554	(1,650,909)	(1,654,465)	205,941	208,089
Subtotal other property, plant and equipment	1,855,267,674	1,790,230,158	(965,618,605)	(927,153,049)	889,649,069	863,077,109
Machinery	404,077,930	379,104,062	(292,272,527)	(269,737,757)	111,805,403	109,366,305
Transportation equipment	4,594,743	4,555,421	(4,189,701)	(4,137,390)	405,042	418,031
Fixtures and fittings	6,253,907	6,150,713	(5,172,224)	(4,972,312)	1,081,683	1,178,401
Computer equipment	14,257,209	13,783,845	(13,435,252)	(12,844,797)	821,957	939,048
Leasehold improvements	1,068,125	759,124	(695,950)	(624,080)	372,175	135,044
Constructions in progress	228,489,412	176,409,124	-	-	228,489,412	176,409,124
Totals	2,964,487,165	2,809,289,318	(1,304,327,712)	(1,241,090,126)	1,660,159,453	1,568,199,192

Information regarding the main shareholdings of the Group’s companies is presented below:

Property, plant and equipment	12-31-2021 ThCh\$	Aguas Andinas S.A. %	Aguas Cordillera S.A. %	Aguas Manquehue S.A. %	Others %
Land	366,245,155	74%	24%	2%	0%
Buildings	61,289,557	83%	9%	5%	3%
Machinery	111,805,403	81%	9%	6%	4%
Transportation Equipment	405,042	100%	0%	0%	0%
Fixtures and fittings	1,081,683	81%	3%	1%	15%
Computer equipment	821,957	83%	6%	0%	11%
Leasehold improvements	372,175	47%	0%	0%	53%
Constructions in progress	228,489,412	81%	18%	1%	0%
Complementary works	23,484,222	87%	6%	6%	1%
Production facilities	240,083,101	75%	12%	13%	0%
Potable water networks	193,949,516	80%	17%	3%	0%
Sewage networks	228,158,348	92%	4%	4%	0%
Sewage treatment plants	152,234,550	99%	0%	0%	1%
Other facilities	51,533,391	84%	7%	7%	2%
Non-operating assets	205,941	25%	75%	0%	0%
Totals	1,660,159,453	83%	13%	4%	0%

In accordance with the provisions of IAS 16 paragraph 79 letter d, the Group presents information regarding the fair value of its main assets:

Asset classes	Cost 12-31-2021 ThCh\$	Fair value 12-31-2021 ThCh\$
Land	366,245,155	366,245,155
Buildings	61,289,557	80,009,552
Complementary works	23,484,222	35,776,943
Production facilities	240,083,101	331,582,182
Potable water networks	193,949,516	327,226,306
Sewerage networks	228,158,348	327,954,090
Sewage treatment plants	152,234,550	162,306,762
Other facilities	51,533,391	55,728,318
Machinery and equipment	111,805,403	114,835,553
Totals	1,428,783,243	1,801,664,861

Reconciliation of changes in property, plant and equipment according to class

As required by IAS 16 paragraph 73, information is provided for each of the entity's classes of property, plant and equipment. of the entity’s classes of property, plant and equipment

Changes in property, plant and equipment as of December 31, 2021 (net value)

Concept	Initial balance ThCh\$	Increases (decreases) due to transfers from constructions in process ThCh\$	Increases (decreases) due to other changes ThCh\$	Subtotal increases (decreases) from transfers and other changes ThCh\$	Depreciation ThCh\$	Held for sale ThCh\$	Disposals and other retirements ThCh\$	Subtotal increases (decreases) due to transfers and other changes, depreciation, held for sale, disposals and retirements ThCh\$	Final balance ThCh\$
Land	356,816,248	-	1,633,034	1,633,034	-	7,855,626	(59,753)	9,428,907	366,245,155
Buildings	59,859,882	1,543,459	1,217,003	2,760,462	(1,330,215)	-	(572)	1,429,675	61,289,557
Subtotal land and buildings	416,676,130	1,543,459	2,850,037	4,393,496	(1,330,215)	7,855,626	(60,325)	10,858,582	427,534,712
Complementary works	22,550,486	1,739,921	616,157	2,356,078	(1,422,344)	-	2	933,736	23,484,222
Production facilities	239,166,924	6,321,502	1,414,095	7,735,597	(6,819,420)	-	-	916,177	240,083,101
Potable water networks	188,484,371	4,171,520	8,217,001	12,388,521	(6,923,376)	-	-	5,465,145	193,949,516
Sewerage networks	212,823,258	13,775,008	11,708,492	25,483,500	(10,148,410)	-	-	15,335,090	228,158,348
Sewage treatment plants	150,041,636	4,052,050	2,967,975	7,20,25	(4,827,111)	-	-	2,192,914	152,234,550
Other facilities	49,802,345	8,951,160	1,264,498	10,215,658	(8,484,222)	-	(390)	1,731,046	51,533,391
Non-operating assets	208,089	159	5,026	5,185	(7,333)	-	-	(2,148)	205,941
Subtotal other property, plant and equipment	863,077,109	39,011,320	26,193,244	65,204,564	(38,632,216)	-	(388)	26,571,960	889,649,069
Machinery	109,366,305	23,311,884	3,082,565	26,394,449	(23,909,328)	-	(46,023)	2,439,098	111,805,403
Transportation equipment	418,031	239,788	(11,408)	228,380	(166,878)	-	(74,491)	(12,989)	405,042
Fixtures and fittings	1,178,401	131,597	(15,541)	116,056	(212,117)	-	(657)	(96,718)	1,081,683
Computer equipment	939,048	90,370	398,021	488,391	(605,483)	-	1	(117,091)	821,957
Leasehold improvements	135,044	69,577	280,696	350,273	(113,141)	-	(1)	237,131	372,175
Constructions in progress	176,409,124	(65,508,854)	117,833,174	52,324,320	-	-	(244,032)	52,080,288	228,489,412
Property, plant and equipment, net	1,568,199,192	(1,110,859)	150,610,788	149,499,929	(64,969,378)	7,855,626	(425,916)	91,960,261	1,660,159,453

Changes in property, plant and equipment as of December 31, 2020 (net value)

Concept	Initial balance ThCh\$	Increases (decreases) due to transfers from constructions in process ThCh\$	Increases (decreases) due to other changes ThCh\$	Subtotal increases (decreases) from transfers and other changes ThCh\$	Depreciation ThCh\$	Held for sale ThCh\$	Loss of control subsidiary ThCh\$	Disposals and retirements from service ThCh\$	Subtotal dpreciation, held for sale, disposals and retirements ThCh\$	Final balance ThCh\$
Land	155,968,467	314	226,083,209	226,083,523	-	(7,859,040)	(17,177,304)	(199,398)	200,847,781	356,816,248
Buildings	78,508,879	3,231,589	1,021,382	4,252,971	(1,302,146)	-	(21,599,822)	-	(18,648,997)	59,859,882
Subtotal land and buildings	234,477,346	3,231,903	227,104,591	230,336,494	(1,302,146)	(7,859,040)	(38,777,126)	(199,398)	182,198,784	416,676,130
Complementary works	22,306,553	3,963,805	595,008	4,558,813	(1,363,074)	-	(2,951,717)	(89)	243,933	22,550,486
Production facilities	192,436,984	63,705,326	10,671,023	74,376,349	(6,749,070)	-	(20,897,339)	-	46,729,940	239,166,924
Potable water networks	211,675,723	12,428,262	12,616,480	25,044,742	(6,825,057)	-	(41,411,037)	-	(23,191,352)	188,484,371
Sewerage networks	250,729,079	5,132,666	7,755,419	12,888,085	(9,796,364)	-	(40,997,542)	-	(37,905,821)	212,823,258
Sewage treatment plants	166,316,257	5,477,967	(3,088,910)	2,389,057	(4,734,528)	-	(13,929,150)	-	(16,274,621)	150,041,636
Other facilities	50,848,300	9,694,304	2,092,203	11,786,507	(7,974,041)	-	(4,858,421)	-	(1,045,955)	49,802,345
Non-operating assets	214,254	586	768	1,354	(7,519)	-	-	-	(6,165)	208,089
Subtotal other property, plant and equipment	894,527,150	100,402,916	30,641,991	131,044,907	(37,449,653)	-	(125,045,206)	(89)	(31,450,041)	863,077,109
Machinery	127,273,371	20,702,334	1,916,509	22,618,843	(22,576,974)	-	(17,948,611)	(324)	(17,907,066)	109,366,305
Transportation equipment	894,844	(41,265)	34,730	(6,535)	(308,005)	-	(158,714)	(3,559)	(476,813)	418,031
Fixtures and fittings	1,378,175	104,734	67,744	172,478	(215,431)	-	(156,821)	-	(199,774)	1,178,401
Computer equipment	1,621,417	784,249	(281,053)	503,196	(979,644)	-	(205,921)	-	(682,369)	939,048
Leasehold improvements	185,188	-	-	-	(50,144)	-	-	-	(50,144)	135,044
Construction in progress	235,318,938	(126,167,584)	95,551,624	(30,615,960)	-	-	(27,538,153)	(755,701)	(58,909,814)	176,409,124
Property, plant and equipment, net	1,495,676,429	(982,713)	355,036,136	354,053,423	(62,881,997)	(7,859,040)	(209,830,552)	(959,071)	72,522,763	1,568,199,192

Detailed disclosures on property, plant and equipment (gross value)
Current period: December 31, 2021

Concept	Initial balance ThCh\$	Increases (decreases) due to transfers from constructions in process ThCh\$	Increases (decreases) due to other changes ThCh\$	Subtotal increases (decreases) from transfers and other changes ThCh\$	Held for sale ThCh\$	Disposals and retirements from service ThCh\$	Subtotal depreciation, held for sale, disposals and retirements ThCh\$	Final balance ThCh\$
Land	356,816,248	-	1,633,034	1,633,034	7,855,626	[59,753]	9,428,907	366,245,155
Buildings	81,480,623	1,543,459	1,213,552	2,757,011	-	[4,624]	2,752,387	84,233,010
Subtotal land and buildings	438,296,871	1,543,459	2,846,586	4,390,045	7,855,626	[64,377]	12,181,294	450,478,165
Complementary works	43,100,018	1,739,921	619,608	2,359,529	-	[1,968]	2,357,561	45,457,579
Production facilities	391,852,278	6,321,502	1,429,081	7,750,583	-	[48,490]	7,702,093	399,554,371
Potable water networks	501,526,503	4,171,520	8,217,001	12,388,521	-	-	12,388,521	513,915,024
Sewerage networks	476,851,344	13,775,008	11,709,564	25,484,572	-	-	25,484,572	502,335,916
Sewage treatment plants	216,800,904	4,052,050	2,967,975	7,020,025	-	-	7,020,025	223,820,929
Other facilities	158,236,557	8,951,160	1,249,512	10,200,672	-	[110,224]	10,090,448	168,327,005
Non-operating assets	1,862,554	159	5,026	5,185	-	[10,889]	[5,704]	1,856,850
Subtotal other property, plant and equipment	1,790,230,158	39,011,320	26,197,767	65,209,087	-	[171,571]	65,037,516	1,855,267,674
Machinery	379,104,062	23,311,884	3,080,270	26,392,154	-	[1,418,286]	24,973,868	404,077,930
Transportation equipment	4,555,421	239,788	[11,408]	228,380	-	[189,058]	39,322	4,594,743
Fixtures and fittings	6,150,713	131,597	[14,894]	116,703	-	[13,509]	103,194	6,253,907
Computer equipment	13,783,845	90,370	398,597	488,967	-	[15,603]	473,364	14,257,209
Leasehold improvements	759,124	69,577	280,696	350,273	-	[41,272]	309,001	1,068,125
Constructions in progress	176,409,124	[65,508,854]	117,833,174	52,324,320	-	[244,032]	52,080,288	228,489,412
Property, plant and equipment, gross	2,809,289,318	[1,110,859]	150,610,788	149,499,929	7,855,626	[2,157,708]	155,197,847	2,964,487,165

Prior fiscal year: December 31, 2020

Concept	Initial balance ThCh\$	Increases (decreases) due to transfers from constructions in process ThCh\$	Increases (decreases) due to other changes ThCh\$	Subtotal increases (decreases) from transfers and other changes ThCh\$	Held for sale ThCh\$	Loss of control of subsidiary ThCh\$	Disposals and retirements from services ThCh\$	Subtotal depreciation, disposals and retirements ThCh\$	Final balance ThCh\$
Land	155,968,467	314	226,083,209	226,083,523	(7,859,040)	(17,177,304)	(199,398)	(25,235,742)	356,816,248
Buildings	116,130,335	3,231,589	1,021,382	4,252,971	-	(38,849,693)	(52,990)	(38,902,683)	81,480,623
Subtotal land and buildings	272,098,802	3,231,903	227,104,591	230,336,494	(7,859,040)	(56,026,997)	(252,388)	(64,138,425)	438,296,871
Complementary works	46,084,005	3,963,805	594,985	4,558,790	-	(7,527,811)	(14,966)	(7,542,777)	43,100,018
Production facilities	354,410,675	63,705,326	10,670,512	74,375,838	-	(36,934,235)	-	(36,934,235)	391,852,278
Potable water networks	542,162,844	12,428,262	12,616,480	25,044,742	-	(65,681,083)	-	(65,681,083)	501,526,503
Sewerage networks	548,997,867	5,132,666	7,755,419	12,888,085	-	(85,034,608)	-	(85,034,608)	476,851,344
Sewage treatment plants	236,840,131	5,477,967	(3,089,048)	2,388,919	-	(22,428,146)	-	(22,428,146)	216,800,904
Other facilities	168,257,935	9,694,304	2,092,714	11,787,018	-	(21,793,186)	(15,210)	(21,808,396)	158,236,557
Non-operating assets	1,861,200	586	768	1,354	-	-	-	-	1,862,554
Subtotal other property, plant and equipment	1,898,614,657	100,402,916	30,641,830	131,044,746	-	(239,399,069)	(30,176)	(239,429,245)	1,790,230,158
Machinery	415,793,347	20,702,334	1,934,012	22,636,346	-	(59,232,755)	(92,876)	(59,325,631)	379,104,062
Transportation equipment	5,471,955	(41,265)	17,137	(24,128)	-	(680,981)	(211,425)	(892,406)	4,555,421
Fixtures and fittings	6,366,631	104,734	67,767	172,501	-	(343,246)	(45,173)	(388,419)	6,150,713
Computer equipment	14,748,312	784,249	(281,053)	503,196	-	(1,453,492)	(14,171)	(1,467,663)	13,783,845
Leasehold improvements	821,872	-	-	-	-	-	(62,748)	(62,748)	759,124
Constructions in progress	235,318,938	(126,167,584)	95,551,624	(30,615,960)	-	(27,538,153)	(755,701)	(28,293,854)	176,409,124
Classes of property, plant and equipment, gross	2,849,234,514	(982,713)	355,035,908	354,053,195	(7,859,040)	(384,674,693)	(1,464,658)	(393,998,391)	2,809,289,318

Detailed disclosures about property, plant and equipment (accumulated depreciation)

Current period: December 31, 2021

Concept	Initial balance ThCh\$	Increases (decreases) due to other changes ThCh\$	Subtotal increases (decreases) from transfers and other changes ThCh\$	Depreciation ThCh\$	Disposals and retirements from services ThCh\$	Subtotal depreciation, held for sale, disposals and retirements ThCh\$	Final balance ThCh\$
Buildings	(21,620,741)	3,451	3,451	(1,330,215)	4,052	(1,322,712)	(22,943,453)
Subtotal land and buildings	(21,620,741)	3,451	3,451	(1,330,215)	4,052	(1,322,712)	(22,943,453)
Complementary works	(20,549,532)	(3,451)	(3,451)	(1,422,344)	1,970	(1,423,825)	(21,973,357)
Production facilities	(152,685,354)	(14,986)	(14,986)	(6,819,420)	48,490	(6,785,916)	(159,471,270)
Potable water networks	(313,042,132)	-	-	(6,923,376)	-	(6,923,376)	(319,965,508)
Sewerage networks	(264,028,086)	(1,072)	(1,072)	(10,148,410)	-	(10,149,482)	(274,177,568)
Sewage treatment plants	(66,759,268)	-	-	(4,827,111)	-	(4,827,111)	(71,586,379)
Other facilities	(108,434,212)	14,986	14,986	(8,484,222)	109,834	(8,359,402)	(116,793,614)
Non-operating assets	(1,654,465)	-	-	(7,333)	10,889	3,556	(1,650,909)
Subtotal other property, plant and equipment	(927,153,049)	(4,523)	(4,523)	(38,632,216)	171,183	(38,465,556)	(965,618,605)
Machinery	(269,737,757)	2,295	2,295	(23,909,328)	1,372,263	(22,534,770)	(292,272,527)
Transportation equipment	(4,137,390)	-	-	(166,878)	114,567	(52,311)	(4,189,701)
Fixtures and fittings	(4,972,312)	(647)	(647)	(212,117)	12,852	(199,912)	(5,172,224)
Computer equipment	(12,844,797)	(576)	(576)	(605,483)	15,604	(590,455)	(13,435,252)
Leasehold improvements	(624,080)	-	-	(113,141)	41,271	(71,870)	(695,950)
Classes of property, plant and equipment, accumulated depreciation	(1,241,090,126)	-	-	(64,969,378)	1,731,792	(63,237,586)	(1,304,327,712)

Prior fiscal year: December 31, 2020

Concept	Initial balance ThCh\$	Increases (decreases) due to other changes ThCh\$	Subtotal increases (decreases) from transfers and other changes ThCh\$	Depreciation ThCh\$	Los of control of subsidiary ThCh\$	Disposals and retirements from services ThCh\$	Subtotal depreciation, disposals and retirements ThCh\$	Final balance ThCh\$
Buildings	(37,621,456)	-	-	(1,302,146)	17,249,871	52,990	16,000,715	(21,620,741)
Subtotal constructions	(37,621,456)	-	-	(1,302,146)	17,249,871	52,990	16,000,715	(21,620,741)
Complementary works	(23,777,452)	23	23	(1,363,074)	4,576,094	14,877	3,227,897	(20,549,532)
Production facilities	(161,973,691)	511	511	(6,749,070)	16,036,896	-	9,287,826	(152,685,354)
Potable water networks	(330,487,121)	-	-	(6,825,057)	24,270,046	-	17,444,989	(313,042,132)
Sewerage networks	(298,268,788)	-	-	(9,796,364)	44,037,066	-	34,240,702	(264,028,086)
Sewage treatment plants	(70,523,874)	138	138	(4,734,528)	8,498,996	-	3,764,468	(66,759,268)
Other facilities	(117,409,635)	(511)	(511)	(7,974,041)	16,934,765	15,210	8,975,934	(108,434,212)
Non-operating assets	(1,646,946)	-	-	(7,519)	-	-	(7,519)	(1,654,465)
Subtotal other property, plant and equipment	(1,004,087,507)	161	161	(37,449,653)	114,353,863	30,087	76,934,297	(927,153,049)
Machinery	(288,519,976)	(17,503)	(17,503)	(22,576,974)	41,284,144	92,552	18,799,722	(269,737,757)
Transportation equipment	(4,577,111)	17,593	17,593	(308,005)	522,267	207,866	422,128	(4,137,390)
Fixtures and fittings	(4,988,456)	(23)	(23)	(215,431)	186,425	45,173	16,167	(4,972,312)
Computer equipment	(13,126,895)	-	-	(979,644)	1,247,571	14,171	282,098	(12,844,797)
Leasehold improvements	(636,684)	-	-	(50,144)	-	62,748	12,604	(624,080)
Classes of property, plant and equipment, accumulated depreciation	(1,353,558,085)	228	228	(62,881,997)	174,844,141	505,587	112,467,731	(1,241,090,126)

Commitments for the acquisition of property, plant and equipment

The detail of future commitments for the acquisition of property, plant and equipment by each consolidated Group company for the year 2022 is as follows:

Company	ThCh\$
Aguas Andinas S.A.	116,709,241
Aguas Cordillera S.A.	24,480,760
Aguas Manquehue S.A.	5,298,004
Ecoriles S.A.	200,000
Análisis Ambientales S.A.	400,000
Total	147,088,005

Items of property, plant and equipment idle, temporarily as of December 31, 2021:

Company	Gross value ThCh\$	Accumulated depreciation ThCh\$	Net value ThCh\$
Aguas Andinas S.A.	1,577,333	(1,525,191)	52,142
Aguas Cordillera S.A.	279,517	(125,718)	153,799
Total	1,856,850	(1,650,909)	205,941

Restrictions on ownership of property, plant and equipment

As of December 31, 2021 and 2020, property, plant and equipment are not subject to ownership restrictions, nor are they subject to performance bonds, as established in IAS 16 paragraph 74 (a).

Financial leasing contracts

As of December 31, 2021 and 2020, the leases under IFRS 16 are recorded under "Right-of-use assets" [see Note 14].

Impairment of assets

As of December 31, 2020, as a result of the change in the accounting policy regarding the measurement of property, plant and equipment, an impairment loss was generated in income for those lands whose book value decreased when they were revalued..

The detail by company is as follows:

Company	12-31-2020 ThCh\$
Aguas Andinas S.A.	(1,101,872)
Aguas Cordillera S.A.	(277,536)
Aguas Manquehue S.A.	(25,538)
Total	(1,404,946)

As of December 31, 2021 and 2020, the Company has not recognized in the income statement for the period, impairment losses, reversals of impairment losses or compensation from third parties, in accordance with points (v) and (vi) of paragraph 73 (e) and paragraph 74 (d) of IAS 16, since there is no indication of impairment in accordance with IAS 36.

Revaluation of land of Property, plant and equipment.

Land is initially recognized at acquisition cost and subsequently revalued using the revaluation method at fair value.

Appraisals of property, plant and equipment are made whenever there are significant variations in the variables that affect the determination of their fair values. Such frequent revaluations will be unnecessary for items of property, plant and equipment with insignificant variations in their fair value. For these, revaluations made every three or five years may be sufficient.

The fair value of land for property, plant and equipment was determined using the Market Comparison methodology, where a value is assigned to the land associated with the properties, based on a comparison with other properties of similar or comparable characteristics, according to objective criteria such as location, suitability, level of exposure, surface, morphology, topography, building conditions, as indicated in the respective Municipal Regulatory Plans in force, among others.

The sources used correspond to transactions of the Real Estate Registry, where such information is available, and offers registered in written media or real estate web portals.

The valuation of this land was carried out under the principle of highest and best use of land, in accordance with IAS 16, IFRS 13 and the requirements of the regulatory authority. We hired the services of Transsa Consultores Inmobiliarios, who are specialized independent appraisers, with more than 35 years of experience throughout Chile and appraising all types of assets. Additionally, financial advisory services were hired from Valtin Capital, who performed an analysis of the real estate funds during the period from December 2019 to September 2020.

As indicated in note 2.2.E, the decision has been made to change the accounting policy of IAS 16, from the cost method to the continuous revaluation method. The revaluation increase in assets has been as follows:

Reconciliation of the carrying value due to revaluation of land	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Initial balance - Land carrying amount	356,816,248	155,968,467
Revaluation increase recognized due to a change in accounting policy	1,240,767	227,369,445
Other increases	392,267	119,024
Carrying value and fair value	358,449,282	383,456,936
Disposals and retirements	(59,753)	(199,398)
Revaluation loss	-	(1,404,946)
Held for sale	7,855,626	(7,859,040)
Loss of subsidiary control	-	(17,177,304)
Final balance - Carrying value and fair value of land	366,245,155	356,816,248

Note 14.
LEASES

The following is a detail of the right-of-use assets and the lease liability in accordance with IFRS 16:

14.1 Assets by right of use

Details of right-of-use assets as of December 31, 2021 and 2020 are as follows:

Assets by rights of use	Gross values		Accumulated depreciation		Net values	
	Buildings	12-31-2020 ThCh\$	12-31-2021 ThCh\$	12-31-2020 ThCh\$	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Transportation equipment	2,212,479	1,956,203	(495,359)	(154,124)	1,717,120	1,802,079
Totals	3,257,329	3,671,087	(2,217,598)	(1,721,363)	1,039,731	1,949,724
Totals	5,469,808	5,627,290	(2,712,957)	(1,875,487)	2,756,851	3,751,803

Changes in rights of use as of December 31, 2021 and 2020:

Assets by rights of use	01-01-2021 ThCh\$	Increases (decreases) due to other changes ThCh\$	Increases (decreases) subtotals due to other changes ThCh\$	Depreciation ThCh\$	Disposals and decommissionings ThCh\$	Decrease due to the loss of control of a subsidiary ThCh\$	Depreciation, disposals and withdrawals Subtotal ThCh\$	31-12-2021 ThCh\$
Buildings	1,802,079	242,421	242,421	(327,381)	-	-	(327,381)	1,717,119
Transportation equipment	1,949,724	250,763	250,763	(1,160,755)	-	-	(1,160,755)	1,039,732
Totals	3,751,803	493,184	493,184	(1,488,136)	-	-	(1,488,136)	2,756,851

Assets by rights of use	01-01-2020 ThCh\$	Increases (decreases) due to other changes ThCh\$	Increases (decreases) subtotals due to other changes ThCh\$	Depreciation ThCh\$	Disposals and decommissionings ThCh\$	Decrease due to the loss of control of a subsidiary ThCh\$	Depreciation, disposals and withdrawals Subtotal ThCh\$	31-12-2020 ThCh\$
Buildings	367,865	1,622,321	1,622,321	(188,085)	(22)	-	(188,107)	1,802,079
Transportation equipment	3,069,697	763,599	763,599	(1,271,465)	-	(612,107)	(1,883,572)	1,949,724
Totals	3,437,562	2,385,920	2,385,920	(1,459,550)	(22)	(612,107)	(2,071,679)	3,751,803

14.2 Lease liability

The present value of future payments under these contracts are as follows:

Current period: December 31, 2021

Lease liabilities (Accounting) Current										
Company RUT	Name of debtor company	Country	Name of creditor	Currency or adjustment unit	Maturities		Total	Type of amortization	Interest rate	Nominal rate
					Up to 90 days	More than 90 days up to 1 year				
					ThCh\$	ThCh\$	ThCh\$		(%)	(%)
61808000-5	Aguas Andinas S.A.	Chile	Rubén Antonio Ortiz Diaz	U.F.	957	2,942	3,899	Mensual	0.50	0.40
61808000-5	Aguas Andinas S.A.	Chile	Inversiones Santa Fidelmira S.A.	U.F.	12,170	36,860	49,030	Mensual	0.16	0.16
61808000-5	Aguas Andinas S.A.	Chile	Invinsa Rentas Inmobiliarias III SP	U.F.	9,312	28,283	37,595	Mensual	0.21	0.21
96809310-K	Aguas Cordillera S.A.	Chile	Bienes Nacionales	PESOS	18,943	57,989	76,932	Mensual	0.34	0.34
96809310-K	Aguas Cordillera S.A.	Chile	Juan José Irrarrázaval Llona	U.F.	6,885	18,503	25,388	Mensual	0.34	0.34
61808000-5	Aguas Andinas S.A.	Chile	Auto Renta del Pacifico	U.F.	176,342	348,988	525,330	Mensual	0.33	0.33
96809310-K	Aguas Cordillera S.A.	Chile	Auto Renta del Pacifico	U.F.	11,625	23,909	35,534	Mensual	0.33	0.33
89221000-4	Aguas Manquehue S.A.	Chile	Auto Renta del Pacifico	U.F.	1,145	2,703	3,848	Mensual	0.33	0.33
89221000-4	Aguas Manquehue S.A.	Chile	Juan José Irrarrázaval Llona	U.F.	6,885	18,503	25,388	Mensual	0.34	0.34
96945210-3	Ecoriles S.A.	Chile	Auto Renta del Pacifico	U.F.	24,127	40,085	64,212	Mensual	0.33	0.33
96828120-8	Gestion y Servicios S.A.	Chile	Auto Renta del Pacifico	U.F.	10,346	23,068	33,414	Mensual	0.33	0.33
96828120-8	Gestion y Servicios S.A.	Chile	INMOBILIARIA LIGURE SPA	U.F.	37,049	112,335	149,384	Mensual	0.18	0.18
96967550-1	Análisis Ambientales S.A.	Chile	Auto Renta del Pacifico	U.F.	51,816	63,477	115,293	Mensual	0.33	0.33
96967550-1	Análisis Ambientales S.A.	Chile	Agricola e Inmobiliaria Tyrol Ltda	U.F.	7,154	21,619	28,773	Mensual	0.34	0.34
76190084-6	Aguas del Maipo	Chile	Auto Renta del Pacifico	U.F.	664	2,032	2,696	Mensual	0.33	0.33
77274820-5	IAM S.A.	Chile	Gama Leasing Operativo Spa	U.F.	1,803	4,740	6,543	Mensual	0.37	0.37
Totals					377,223	806,036	1,183,259			

Lease liabilities (Accounting) Non Current											
Company RUT	Name of debtor company	Country	Name of creditor	Currency or adjustment unit	Maturities			Total	Type of amortization	Interest rate	Nominal rate
					More than 1 year until 3 years	More than 3 years until 5 years	More than 5 years				
					ThCh\$	ThCh\$	ThCh\$	ThCh\$		(%)	(%)
61808000-5	Aguas Andinas S.A.	Chile	Rubén Antonio Ortiz Diaz	U.F.	4,789	-	-	4,789	Mensual	0.50	0.40
61808000-5	Aguas Andinas S.A.	Chile	Inversiones Santa Fidelmira S.A.	U.F.	100,901	8,583	-	109,484	Mensual	0.16	0.16
61808000-5	Aguas Andinas S.A.	Chile	Invinsa Rentas Inmobiliarias III SP	U.F.	78,030	81,975	17,592	177,597	Mensual	0.21	0.21
96809310-K	Aguas Cordillera S.A.	Chile	Bienes Nacionales	PESOS	46,332	-	-	46,332	Mensual	0.34	0.34
61808000-5	Aguas Andinas S.A.	Chile	Auto Renta del Pacifico	U.F.	194,543	3,877	-	198,420	Mensual	0.33	0.33
96809310-K	Aguas Cordillera S.A.	Chile	Auto Renta del Pacifico	U.F.	13,683	-	-	13,683	Mensual	0.33	0.33
89221000-4	Aguas Manquehue S.A.	Chile	Auto Renta del Pacifico	U.F.	1,594	-	-	1,594	Mensual	0.33	0.33
96945210-3	Ecoriles S.A.	Chile	Auto Renta del Pacifico	U.F.	44,354	-	-	44,354	Mensual	0.33	0.33
96828120-8	Gestion y Servicios S.A.	Chile	Auto Renta del Pacifico	U.F.	14,486	-	-	14,486	Mensual	0.33	0.33
96828120-8	Gestion y Servicios S.A.	Chile	INMOBILIARIA LIGURE SPA	U.F.	308,471	321,877	321,584	951,932	Mensual	0.18	0.18
96967550-1	Analisis Ambientales S.A.	Chile	Auto Renta del Pacifico	U.F.	11,414	-	-	11,414	Mensual	0.33	0.33
96967550-1	Analisis Ambientales S.A.	Chile	Agricola e Inmobiliaria Tyrol Ltda	U.F.	53,854	-	-	53,854	Mensual	0.34	0.34
76190084-6	Aguas del Maipo	Chile	Auto Renta del Pacifico	U.F.	1,858	-	-	1,858	Mensual	0.33	0.33
Totals					874,309	416,312	339,176	1,629,797			

Previous year: December 31, 2020

Lease liabilities (Accounting) Current										
Company RUT	Name of debtor company	Country	Name of creditor	Currency or adjustment unit	Maturities		Total	Type of amortization	Interest rate	Nominal rate
					Up to 90 days	More than 90 days up to 1 year				
					ThCh\$	ThCh\$	ThCh\$		(%)	(%)
61808000-5	Aguas Andinas S.A.	Chile	Rubén Antonio Ortiz Diaz	U.F.	856	2,630	3,486	Mensual	0.4	0.4
61808000-5	Aguas Andinas S.A.	Chile	Inversiones Santa Fidelmira S.A.	U.F.	11,201	33,924	45,125	Mensual	0.16	0.16
61808000-5	Aguas Andinas S.A.	Chile	Invinsa Rentas Inmobiliarias III	U.F.	8,522	25,883	34,405	Mensual	0.21	0.21
96809310-K	Aguas Cordillera S.A.	Chile	Bienes Nacionales	PESOS	18,194	55,695	73,889	Mensual	0.34	0.34
61808000-5	Aguas Andinas S.A.	Chile	Auto Renta del Pacífico	U.F.	213,483	535,502	748,985	Mensual	0.33	0.33
96809310-K	Aguas Cordillera S.A.	Chile	Auto Renta del Pacifico	U.F.	12,247	32,337	44,584	Mensual	0.33	0.33
89221000-4	Aguas Manquehue S.A.	Chile	Auto Renta del Pacifico	U.F.	1,228	3,716	4,944	Mensual	0.33	0.33
96945210-3	Ecoriles S.A.	Chile	Auto Renta del Pacífico	U.F.	17,409	44,881	62,290	Mensual	0.33	0.33
96828120-8	Gestion y Servicios S.A.	Chile	Auto Renta del Pacifico	U.F.	10,917	25,170	36,087	Mensual	0.33	0.33
96828120-8	Gestion y Servicios S.A.	Chile	INMOBILIARIA LIGURE SPA	U.F.	34,020	103,153	137,173	Mensual	0.18	0.18
96967550-1	Análisis Ambientales S.A.	Chile	Auto Renta del Pacífico	U.F.	59,949	160,079	220,028	Mensual	0.33	0.33
76190084-6	Aguas del Maipo	Chile	Auto Renta del Pacífico	U.F.	598	1,831	2,429	Mensual	0.33	0.33
77274820-5	IAM S.A.	Chile	Gama Leasing Operativo Spa	U.F.	1,803	5,340	7,143	Mensual	0.37	0.37
Total					390,427	1,030,141	1,420,568			

Lease liabilities (Accounting) Non Current											
Company RUT	Name of debtor company	Country	Name of creditor	Currency or adjustment unit	Maturities			Total	Type of amortization	Interest rate	Nominal rate
					More than 1 year until 3 years	More than 3 years until 5 years	More than 5 years				
					ThCh\$	ThCh\$	ThCh\$	ThCh\$		(%)	(%)
61808000-5	Aguas Andinas S.A.	Chile	Rubén Antonio Ortiz Diaz	U.F.	7,493	657	-	8,150	Mensual	0.4	0.4
61808000-5	Aguas Andinas S.A.	Chile	Inversiones Santa Fidelmira S.A.	U.F.	92,864	31,747	-	124,611	Mensual	0.16	0.16
61808000-5	Aguas Andinas S.A.	Chile	Invinsa Rentas Inmobiliarias III	U.F.	71,409	75,019	55,422	201,850	Mensual	0.21	0.21
96809310-K	Aguas Cordillera S.A.	Chile	Bienes Nacionales	PESOS	123,264	-	-	123,264	Mensual	0.34	0.34
61808000-5	Aguas Andinas S.A.	Chile	Auto Renta del Pacifico	U.F.	620,045	32,483	-	652,528	Mensual	0.33	0.33
96809310-K	Aguas Cordillera S.A.	Chile	Auto Renta del Pacifico	U.F.	45,909	-	-	45,909	Mensual	0.33	0.33
89221000-4	Aguas Manquehue S.A.	Chile	Auto Renta del Pacifico	U.F.	5,288	-	-	5,288	Mensual	0.33	0.33
96945210-3	Ecoriles S.A.	Chile	Auto Renta del Pacifico	U.F.	39,421	-	-	39,421	Mensual	0.33	0.33
96828120-8	Gestion y Servicios S.A.	Chile	Auto Renta del Pacifico	U.F.	34,740	-	-	34,740	Mensual	0.33	0.33
96828120-8	Gestion y Servicios S.A.	Chile	INMOBILIARIA LIGURE SPA	U.F.	283,257	295,567	454,212	1,033,036	Mensual	0.18	0.18
96967550-1	Analisis Ambientales S.A.	Chile	Auto Renta del Pacifico	U.F.	102,408	-	-	102,408	Mensual	0.33	0.33
76190084-6	Aguas del Maipo	Chile	Auto Renta del Pacifico	U.F.	4,272	-	-	4,272	Mensual	0.33	0.33
77274820-5	IAM S.A.	Chile	Gama Leasing Operativo Spa	U.F.	4,826	-	-	4,826	Mensual	0.37	0.37
Total					1,435,196	435,473	509,634	2,380,303			

14.3 Operating lease disclosures as lessee

This item includes leasing of transportation services and commercial agencies.

Non-cancelable future minimum lease payments, lessees	12-31-2021 ThCh\$\$		12-31-2020 ThCh\$	
	Renting	Property	Renting	Property
Non-cancelable minimum future lease payments, up to one year, lessees	780,523	396,193	1,119,331	294,084
Future minimum non-cancelable lease payments, over one year and less than five years, lessees	285,809	1,004,811	860,490	1,005,353
Non-cancelable future minimum lease payments, lesees, total	1,066,332	1,401,004	1,979,821	1,299,437
"Minimum lease payments under operating leases"	1,208,733	719,105	1,799,808	526,087
Lease and sublease payments recognized in the statement of income, total	1,208,733	719,105	1,799,808	526,087

[*] The consolidated income statements for the years ended on December 31, 2021 and 2020 include an expense of ThCh\$ 1,927,838 and ThCh\$ 2,325,895, related to short-term lease payments, which are exempt from the application of IFRS 16 (see Note 2.2 letter G).

Significant operating lease agreements

The most significant operating leases are related to the leasing of vehicles. In these cases, the contracts are for periods of less than 12 months. Leasing services are paid on a monthly basis upon submission and approval of payment statements..

Contract termination: The company may terminate the lease contracts in advance in case of serious breach of any of the conditions and obligations contained in the administrative bases and technical specifications, when this is the case, the company will be entitled to enforce the guarantee for the faithful, complete and timely performance of the contract, as compensation for damages.

14.4 Disclosures on operating leases as lessors

The Company has contracts of this type where it acts as lessor, which mainly refer to parts of operating enclosures, mostly with telecommunications companies, which have automatic renewal from 1 to 5 years, however, the Company has the power to give notice of termination between 30, 60, 90 and 180 days depending on the contract.

Non-cancelable future minimum lease payments, lessors	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Non-cancelable future minimum lease payments up to a year,lessors	350,381	328,659
Amount of contingent income recognized in the statement of income	200,711	241,363
Total	551,092	570,022

Significant operating lease agreements of the lessor

Income from these items is not material to the Company.

Note 15.
DEFERRED TAXES AND INCOME TAXES

In accordance with IAS 12, the net position of deferred tax assets and liabilities, determined by each individual company and presented in the consolidated statement of financial position, is as follows, aggregating each position.

Statements of financial position	12-31-2021		12-31-2020	
	Deferred tax asset ThCh\$	Deferred tax liability ThCh\$	Deferred tax asset ThCh\$	Deferred tax liability ThCh\$
Gross deferred taxes	122,575,421	132,317,989	110,821,741	132,931,474
Offset	(108,611,530)	(108,611,530)	(107,517,251)	(107,517,251)
Net deferred tax position	13,963,891	23,706,459	3,304,490	25,414,223

The net position presented has its origin in a variety of concepts constituting temporary and permanent differences that at the consolidated level are presented as follows:

Disclosure of deferred tax assets

Deferred tax asset	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Water rights (amortization)	625,869	547,204
Provision for doubtful accounts	10,525,288	9,108,051
Provision for vacations	1,115,271	904,398
Litigation	39,315	43,666
Severance indemnities	4,512,753	4,944,186
Other provisions	5,317,512	12,013,833
Amortization	1,530,319	1,600,140
Variation in price-level restatement and depreciation assets	94,725,126	77,643,203
Deferred income	1,985,898	1,985,898
Tranque La Dehesa Transaction	437,411	409,726
Lease liability	757,939	1,026,265
Impairment losses due to change in accounting criteria	379,335	379,335
Tax losses	204,963	-
Others	418,422	215,836
Deferred tax assets	122,575,421	110,821,741

Disclosure of deferred tax liabilities

Deferred tax liability	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Depreciation of property, plant and equipment	-	843,934
amortization	1,274,768	1,196,267
Investment expense in related companies	387,431	387,431
Revaluation of land due to change in accounting criteria	61,724,758	61,389,750
Revaluation of land first-time IFRS adoption	22,484,085	22,484,085
Revaluation of water rights irst-time IFRS adoption	45,611,780	45,611,780
Assets by rights of use	742,842	1,013,137
Other	92,325	5,090
Deferred tax liabilities	132,317,989	132,931,474
Net deferred tax position	(9,742,568)	(22,109,733)

Changes in deferred tax assets

Movements in deferred tax assets	12-31-2021 M\$	12-31-2020 M\$
Deferred tax assets, initial balance	110,821,741	97,951,038
Increases (decreases) in deferred tax assets	(6,745,480)	9,936,827
Increases (decreases) for variation in price-level restatement and depreciation of assets	17,081,923	2,533,683
Increases (decreases) for provision for doubtful accounts receivable	1,417,237	400,193
Changes in deferred tax assets	11,753,680	12,870,703
Changes in deferred tax assets total	122,575,421	110,821,741

Changes in deferred tax liabilities

Movements in deferred tax liabilities	12-31-2021 M\$	12-31-2020 M\$
Deferred tax liabilities, beginning balance	132,931,474	102,283,236
Increases (decreases) in deferred tax liabilities through business combinations	(613,485)	39,988,094
through business combinations	-	(9,339,856)
Changes in deferred tax liabilities	(613,485)	30,648,238
Changes in total deferred tax liabilities	132,317,989	132,931,474

Income tax expense

Current and deferred income tax (expense) income	12-31-2021 M\$	12-31-2020 M\$
Current tax expense	(32,779,358)	(35,061,979)
Adjustment to prior year tax expense	145,963	77,140)
Current income tax expense	(32,633,395)	(35,139,119)
Tax loss benefit	6,337	196,653
Deferred tax income (expense) relating to the creation and reversal of temporary differences	13,184,448	8,293,667
One-time tax expense (disallowed expenses)	(223,168)	(169,107)
Other tax income (expense)	12,967,617	8,321,213
Income tax expense	(19,665,778)	(26,817,906)

The following table shows the reconciliation between the income tax recorded and the income tax that would result from applying the actual tax rate for the years ended December 31, 2021 and 2020:

Reconciliation between the recorded income tax income and the actual tax rate	12-31-2021 M\$	12-31-2020 M\$
Tax expense using the statutory rate	(32,096,728)	(30,858,367)
Permanent difference due to price-level restatement tax equity	12,308,117	5,405,871
Permanent difference for disallowed expenses	(223,168)	(169,107)
Permanent difference due to income tax for previous years	145,963	(77,140)
Other permanent differences	200,038	(1,119,163)
Adjustments to tax expense using the statutory rate	12,430,950	4,040,461
Tax expense using the actual tax rate	(19,665,778)	(26,817,906)

Reconciliation of statutory tax rate with the actual tax rate

	12-31-2021	12-31-2020
Statutory tax rate	27,00%	27,00%
Permanent difference due to price-level restatement tax equity	(10,35%)	(4,73%)
Permanent difference due to disallowed expenses	0,19%	0,15%
Permanent difference due to income tax of previous years	(0,12%)	0,07%
Other permanent differences	(0,18%)	0,97%
Actual tax rate	16,54%	23,46%

Note 16. FINANCIAL INSTRUMENTS

16.1 Capital risk management

The Group manages its capital to ensure that the entities of the Group will continue as an operating business by maximizing returns to shareholders through optimization of the debt and equity structure. The overall strategy of the Group has remained unchanged since 2009. The capital structure of the Group is comprised of debt, which includes the loans disclosed in Item 16.4, and equity attributable to equity holders of the parent company, which includes capital, reserves and retained earnings, which are disclosed in Note 21.

16.2 Significant accounting policies

Details of the significant accounting policies and methods adopted, including the recognition criteria, measurement bases and the basis on which income and expenses are recognized, each class of financial assets and financial liabilities are described in Note 2.2 letter H, 2.2 letter L and 2.2 letter M to these consolidated financial statements.

16.3 Type of financial instruments

A summary of the financial instruments as of December 31, 2021 and 2020 follows:

Types of financial instruments	Currency	Note	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Trade debtors and other receivables	CLP	5	101,087,771	87476040
Trade debtors and other receivables	USD	5	3,792	6217
Trade debtors and other receivables	EUR	5	13,106	8983
Total trade and other accounts receivable, current			101,104,669	87491240
Accounts receivable from related entities	CLP	6	23,088	982856
Information on related entities, current			23,088	982856
Total financial assets, current			101,127,757	88474096
Non-current financial assets				
Receivables	CLP	5	3,438,247	4178613
Other financial assets	CLP	10	7,895,863	7895863
Total financial assets, non-current			11,334,110	12074476
Total financial assets			112,461,867	100548572
Current financial liabilities				
Bank loans	CLP	164	9,898,783	31,994,420
Bonds	CLP	164	25,467,416	18,566,508
Repayable financial contributions	CLP	164	33,657,590	20,182,473
Forward	CLP	164	-	320,893
Other financial liabilities, current			69,023,789	71,064,294
Lease liabilities	CLP	14	1,183,259	1,420,568
Lease liabilities, current			1,183,259	1,420,568
Trade and other accounts payable	CLP	17	126,757,785	98,162,014
Trade and other accounts payable	USD	17	345,711	652,557
Trade and other accounts payable	EUR	17	21,315	130,233
Trade and other accounts payable, current			127,124,811	98,944,804
Accounts payable to related entities	CLP	6	13,824,302	17,750,260
Accounts payable to related entities	EUR	6	-	6,902
Information on related entities, current			13,824,302	17,757,162
Total financial liabilities, current			211,156,161	189,186,828

Types of financial instruments	Currency	Note	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Non-current financial liabilities				
Bank loans	CLP	164	228,915,283	161,167,381
Bonds	CLP	164	689,763,312	665,413,008
Refundable financial contributions	CLP	164	165,397,027	172,149,573
Other non-current financial liabilities			1,084,075,622	998,729,962
Lease liabilities	CLP	14	1,629,797	2,380,303
Lease liabilities, non-current			1,629,797	2,380,303
Other accounts payable	CLP	17	1,055,267	1,452,311
Other accounts payable, non-current			1,055,267	1,452,311
Total financial liabilities, non-current			1,086,760,686	1,002,562,576
Total financial liabilities			1,297,916,847	1,191,749,404

16.4 Disclosures on financial liabilities

Other financial liabilities

Other financial liabilities include bank loans, obligations with the public (bonds) and Repayable Financial Contributions (RFC), which are valued at amortized cost, as follows:

Reimbursable Financial Contributions (RFC)

In accordance with Article 42-A of MINECON D.S. No. 453 of 1989, "Reimbursable Financial Contributions for extension and capacity are a financing alternative available to the provider (company providing sanitation services) for the execution of the extension and capacity increase sanitation works that, in accordance with the Law, are of its responsibility and cost".

They consist of specific amounts of money or works that sanitation utilities providers may demand from those who request to be included as customers or request an extension of service, which, in accordance with current regulations, have defined forms and terms for their repayment.

The repayment of the amounts contributed by customers is basically made through the issuance of 10 or 15-year endorsable promissory notes, through repayment in the provision of sanitation services.

The detail of the refundable financial contributions as of December 31, 2021 and 2020 is as follows:

Refundable Financial Contributions, current portion

Registration or Identification of the Instrument	Currency índice de reajuste	Residual UF	Carrying amount		Contract Real Interest rate	Effective Rate	Placement in Chile or abroad	Issuer company	Debtor RUT	Amortization rate	Guaranteed (Y/N)
		31-12-2021	31-12-2021 ThCh\$	31-12-2020 ThCh\$							
AFR	UF	842,449	26,579,467	15,589,908	4.02%	3.83%	Chile	Aguas Andinas S.A.	61.808.000-5	At maturity	No
AFR	UF	90,587	2,895,129	2,474,212	3.96%	3.83%	Chile	Aguas Cordillera S.A.	96.809.310-k	At maturity	No
AFR	UF	132,377	4,182,994	2,118,353	4.01%	3.88%	Chile	Aguas Manquehue S.A.	89.221.000-4	At maturity	No
Totals		1,065,413	33,657,590	20,182,473							

Refundable Financial Contributions, non-current portion

Registration or Identification of the Instrument	Currency índice de reajuste	Residual UF	Carrying amount		Due Date	Contract Real Interest rate	Effective Rate	Issuer company	Debtor RUT	Amortization rate	Guaranteed (Y/N)
		31-12-2021	31-12-2021 ThCh\$	31-12-2020 ThCh\$							
AFR	UF	4,044,532	126,177,365	131,559,802	16-12-2036	2.68%	2.57%	Aguas Andinas S.A.	61.808.000-5	At maturity	No
AFR	UF	714,086	22,285,405	21,777,961	24-11-2036	2.76%	2.65%	Aguas Cordillera S.A.	96.809.310-k	At maturity	No
AFR	UF	542,257	16,934,257	18,811,810	20-05-2036	2.81%	2.71%	Aguas Manquehue S.A.	89.221.000-4	At maturity	No
Totals		5,300,875	165,397,027	172,149,573							

Details of bank loans as of December 31, 2021 and 2020 are as follows:

Balances of bank loans, current year

Current bank loans - Carrying amounts										
TAX ID debtor company	Name of debtor entity	Debtor entity Country	Name of creditor entity	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate (%)	Nominal Rate (%)
					Up to 90 days ThCh\$	More than 90 days up to 1 year ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	-	8,939,916	8,939,916	Semiannually	5.82%	5.82%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	-	214,063	214,063	At maturity	6.05%	6.05%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	94,032	-	94,032	At maturity	2.06%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BICE	CLP	-	2,333	2,333	At maturity	2.10%	2.10%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	111,443	-	111,443	At maturity	1.90%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Itau *	CLP	(355)	-	(355)	At maturity	2.02%	1.72%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BTG Pactual	CLP	235,998	-	235,998	At maturity	5.41%	5.29%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI *	CLP	(12,414)	-	(12,414)	At maturity	1.95%	1.50%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Scotiabank	CLP	-	234,550	234,550	At maturity	5.99%	5.56%
96.809.310-K	Aguas Cordillera S.A.	Chile	Banco Scotiabank	CLP	-	79,217	79,217	Semiannually	6.79%	6.79%
Total					428,704	9,470,079	9,898,783			

Current bank loans - Nominal Values										
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Name of creditor entity	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate (%)	Nominal Rate (%)
					Up to 90 days ThCh\$	More than 90 days up to 1 year ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	-	8,939,916	8,939,916	Semiannually	5.82%	5.82%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	-	229,932	229,932	At maturity	6.05%	6.05%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	140,448	-	140,448	At maturity	2.06%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BICE	CLP	-	2,333	2,333	At maturity	2.10%	2.10%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	111,443	-	111,443	At maturity	1.90%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Itau	CLP	46,655	-	46,655	At maturity	2.02%	1.72%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BTG Pactual	CLP	308,466	-	308,466	At maturity	5.41%	5.29%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	132,292	-	132,292	At maturity	1.95%	1.50%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Scotiabank	CLP	-	305,800	305,800	At maturity	5.99%	5.56%
96.809.310-K	Aguas Cordillera S.A.	Chile	Banco Scotiabank	CLP	-	79,217	79,217	Semiannually	6.79%	6.79%
Total					739,304	9,557,198	10,296,502			

• Corresponds to activation of bank charges
Book value= capital+/- issuance over/under - issuance costs+ interest accrued by the effective rate method-interest and principal paid.
Nominal value= principal+/- accrued interest at issue rate-principal/interest payments.

Balances of current bank loans, prior period

Current bank loans - Carrying amounts										
TAX ID of the debtor company	Name of debtor entity	Debtor entity Country	Name of creditor entity	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate (%)	Nominal Rate (%)
					Up to 90 days ThCh\$	More than 90 days up to 1 year ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	-	8,861,253	8,861,253	Semiannually	0.61%	0.61%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	30,950	-	30,950	At maturity	0.59%	0.59%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	93,973	-	93,973	Semiannually	2.10%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BICE	CLP	22,280	-	22,280	At maturity	2.39%	1.85%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	22,692,054	-	22,692,054	Semiannually	4.25%	4.24%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Itau *	CLP	[355]	-	[355]	At maturity	2.18%	1.72%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BTG Pactual	CLP	251,904	-	251,904	At maturity	2.16%	2.16%
96.809.310-K	Aguas Cordillera S.A.	Chile	Scotiabank	CLP	42,361	-	42,361	At maturity	0.61%	0.61%
Total					23,133,167	8,861,253	31,994,420			

Current bank loans - Nominal values										
TAX ID of the debtor company	Name of debtor entity	Debtor entity Country	Name of creditor entity	Currency or readjustment unit	Maturity			Amortization rate	Effective rate (%)	Nominal Rate (%)
					Up to 90 days ThCh\$	More than 90 days up to 1 year ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	-	8,861,253	8,861,253	Semiannually	0.84%	0.84%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	30,950	-	30,950	At maturity	0.66%	0.66%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	140,389	-	140,389	Semiannually	2.08%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BICE	CLP	96,611	-	96,611	At maturity	2.32%	1.85%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	22,733,215	-	22,733,215	Semiannually	1.90%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Itau	CLP	46,655	-	46,655	At maturity	2.10%	1.72%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BTG Pactual	CLP	251,904	-	251,904	At maturity	2.16%	2.16%
96.809.310-K	Aguas Cordillera S.A.	Chile	Scotiabank	CLP	42,361	-	42,361	At maturity	0.60%	0.60%
Total					23,342,085	8,861,253	32,203,338			

• Corresponds to activation of bank charges
Book value= capital+/- issuance over/under - issuance costs+ interest accrued by the effective rate method-interest and principal paid.
Nominal value= principal+/- accrued interest at issue rate-principal/interest payments.

Balances of non-current bank loans, current period

Non-current bank loans - Carrying amounts										
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Name of creditor entity	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate (%)	Nominal Rate (%)
					More than 1 year up to 3 years ThCh\$	More than 3 years up to 5 years ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	17,618,334	4,424,891	22,043,225	Semiannually	5.82%	5.82%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	-	19,221,373	19,221,373	At maturity	6.05%	6.05%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	28,000,000	-	28,000,000	At maturity	2.06%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BICE	CLP	20,000,000	-	20,000,000	At maturity	2.10%	2.10%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	22,000,000	-	22,000,000	At maturity	1.90%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Itau	CLP	10,464,743	-	10,464,743	At maturity	2.02%	1.72%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BTG Pactual	CLP	-	32,606,751	32,606,751	At maturity	5.41%	5.29%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	24,782,941	-	24,782,941	At maturity	1.95%	1.50%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Scotiabank	CLP	-	29,796,250	29,796,250	At maturity	5.99%	5.56%
96.809.310-K	Aguas Cordillera S.A	Chile	Banco Scotiabank	CLP	-	20,000,000	20,000,000	Semiannually	6.79%	6.79%
Total					122,866,018	106,049,265	228,915,283			

Non-current bank loans - Nominal values										
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Name of creditor entity	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate (%)	Nominal Rate (%)
					More than 1 year up to 3 years ThCh\$	More than 3 years up to 5 years ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	17,699,562	4,424,891	22,124,453	Semiannually	5.82%	5.82%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	-	19,270,304	19,270,304	At maturity	6.05%	6.05%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	28,000,000	-	28,000,000	At maturity	2.06%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BICE	CLP	20,000,000	-	20,000,000	At maturity	2.10%	2.10%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	22,000,000	-	22,000,000	At maturity	1.90%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Itau	CLP	10,500,000	-	10,500,000	At maturity	2.02%	1.72%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BTG Pactual	CLP	-	32,800,000	32,800,000	At maturity	5.41%	5.29%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	25,000,000	-	25,000,000	At maturity	1.95%	1.50%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Scotiabank	CLP	-	30,000,000	30,000,000	At maturity	5.99%	5.56%
96.809.310-K	Aguas Cordillera S.A.	Chile	Banco Scotiabank	CLP	-	20,000,000	20,000,000	Semiannually	6.79%	6.79%
Total					123,199,562	106,495,195	229,694,757			

Book value= principal+/- issue over/under - issue costs+ accrued interest at effective rate method-interest and principal paid.par value= principal+/- accrued interest at issue rate-payments principal/interest.

Balances of non-current bank loans, prior period

Non-current bank loans - Carrying amounts										
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Name of creditor entity	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate [%]	Nominal Rate [%]
					More than 1 year up to 3 years ThCh\$	More than 3 years up to 5 years ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	17,699,562	13,274,672	30,974,234	Semiannually	0.61%	0.61%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	19,270,303	-	19,270,303	At maturity	0.59%	0.59%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	-	27,872,357	27,872,357	Semiannually	2.10%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BICE	CLP	15,832,754	4,000,000	19,832,754	At maturity	2.39%	1.85%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Itau	CLP	10,417,733	-	10,417,733	At maturity	2.18%	1.72%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BTG Pactual	CLP	32,800,000	-	32,800,000	At maturity	2.16%	2.16%
96.809.310-K	Aguas Cordillera S.A.	Chile	Scotiabank	CLP	20,000,000	-	20,000,000	At maturity	0.61%	0.61%
Total					116,020,352	45,147,029	161,167,381			

Non-current bank loans - Carrying amounts										
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Name of creditor entity	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate [%]	Nominal Rate [%]
					More than 1 year up to 3 years ThCh\$	More than 3 years up to 5 years ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	17,699,562	13,274,672	30,974,234	Semiannually	0.61%	0.61%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BCI	CLP	19,270,304	-	19,270,304	At maturity	0.59%	0.59%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco de Chile	CLP	-	28,000,000	28,000,000	Semiannually	2.10%	1.90%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BICE	CLP	16,000,000	4,000,000	20,000,000	At maturity	2.39%	1.85%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco Itau	CLP	10,500,000	-	10,500,000	At maturity	2.18%	1.72%
61.808.000-5	Aguas Andinas S.A.	Chile	Banco BTG Pactual	CLP	32,800,000	-	32,800,000	At maturity	2.16%	2.16%
96.809.310-K	Aguas Cordillera S.A.	Chile	Scotiabank	CLP	20,000,000	-	20,000,000	At maturity	0.61%	0.61%
Total					116,269,866	45,274,672	161,544,538			

Book value= capital+/- issuance over/under - issuance costs+ interest accrued by the effective rate method-interest and principal paid.Nominal value= principal+/- accrued interest at issue rate-principal/interest payments.

The detail of bond obligations as of December 31, 2021 and 2020 is as follows:

Total current liabilities to the public, current period

Current liabilities to the public - Carrying amounts												
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Registration number	Series	Maturity date	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate (%)	Nominal Rate (%)
							Up to 90 days ThCh\$	More than 90 days up to 1 year ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	630	BAGUA-M	01-04-2031	UF	-	577,481	577,481	At maturity	4.16%	4.20%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-P	01-10-2033	UF	-	453,418	453,418	At maturity	3.83%	3.86%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-Q	01-06-2032	UF	-	184,182	184,182	At maturity	4.05%	4.00%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-S	01-04-2035	UF	-	682,640	682,640	Semiannually	3.92%	3.90%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-U	01-04-2036	UF	-	579,495	579,495	At maturity	3.81%	3.80%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-V	01-04-2037	UF	-	537,676	537,676	At maturity	3.50%	3.50%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-W	01-06-2037	UF	-	240,979	240,979	Semiannually	3.20%	3.30%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-X	01-02-2038	UF	575,554	-	575,554	At maturity	3.13%	3.00%
61.808.000-5	Aguas Andinas S.A.	Chile	777	BAGUA-Z	15-01-2023	UF	4,004,826	3,873,968	7,878,794	Semiannually	2.35%	2.40%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-AA	15-01-2040	UF	867,023	-	867,023	Semiannually	3.32%	3.20%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AD	15-03-2043	UF	486,359	-	486,359	Semiannually	2.86%	2.80%
61.808.000-5	Aguas Andinas S.A.	Chile	886	BAGUA-AC	15-03-2025	UF	5,979,108	5,810,951	11,790,059	Semiannually	1.94%	1.80%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AE	15-03-2044	UF	613,756	-	613,756	Semiannually	2.09%	2.50%
Total							12,526,626	12,940,790	25,467,416			

Current liabilities to the public - Nominal values												
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Registration number	Series	Maturity date	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate (%)	Nominal Rate (%)
							Up to 90 days ThCh\$	More than 90 days up to 1 year ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	630	BAGUA-M	01-04-2031	UF	-	563,616	563,616	At maturity	4.16%	4.20%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-P	01-10-2033	UF	-	444,352	444,352	At maturity	3.83%	3.86%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-Q	01-06-2032	UF	-	168,784	168,784	At maturity	4.05%	4.00%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-S	01-04-2035	UF	-	688,325	688,325	Semiannually	3.92%	3.90%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-U	01-04-2036	UF	-	583,358	583,358	At maturity	3.81%	3.80%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-V	01-04-2037	UF	-	537,676	537,676	At maturity	3.50%	3.50%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-W	01-06-2037	UF	-	194,431	194,431	Semiannually	3.20%	3.30%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-X	01-02-2038	UF	615,248	-	615,248	At maturity	3.13%	3.00%
61.808.000-5	Aguas Andinas S.A.	Chile	777	BAGUA-Z	15-01-2023	UF	4,001,823	3,873,968	7,875,791	Semiannually	2.35%	2.40%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-AA	15-01-2040	UF	907,398	-	907,398	Semiannually	3.32%	3.20%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AD	15-03-2043	UF	507,479	-	507,479	Semiannually	2.86%	2.80%
61.808.000-5	Aguas Andinas S.A.	Chile	886	BAGUA-AC	15-03-2025	UF	6,025,579	5,810,951	11,836,530	Semiannually	1.94%	1.80%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AE	15-03-2044	UF	453,457	-	453,457	Semiannually	2.09%	2.50%
Total							12,510,984	12,865,461	25,376,445			

Book value= capital+/- issuance over/under - issuance costs+ interest accrued by the effective rate method-interest and principal paid.Nominal value= principal+/- accrued interest at issue rate-principal/interest payments.

Total current liabilities, prior year

Current liabilities to the public - Carrying amounts												
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Registration number	Series	Maturity date	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate (%)	Nominal Rate (%)
							Up to 90 days ThCh\$	More than 90 days up to 1 year ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	630	BAGUA-M	01-04-2031	UF	-	542,255	542,255	At maturity	4.16%	4.20%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-P	01-10-2033	UF	-	425,672	425,672	At maturity	3.83%	3.86%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-Q	01-06-2032	UF	-	171,628	171,628	At maturity	4.05%	4.00%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-S	01-04-2035	UF	-	638,203	638,203	At maturity	3.92%	3.90%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-U	01-04-2036	UF	-	543,424	543,424	At maturity	3.81%	3.80%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-V	01-04-2037	UF	-	504,341	504,341	At maturity	3.50%	3.50%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-W	01-06-2037	UF	-	223,769	223,769	At maturity	3.19%	3.30%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-X	01-02-2038	UF	554,616	-	554,616	At maturity	3.14%	3.00%
61.808.000-5	Aguas Andinas S.A.	Chile	777	BAGUA-Z	15-01-2023	UF	3,838,221	3,633,791	7,472,012	Semiannually	2.34%	2.40%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-AA	15-01-2040	UF	829,984	-	829,984	Semiannually	3.32%	3.20%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AD	15-03-2043	UF	461,434	-	461,434	Semiannually	2.87%	2.80%
61.808.000-5	Aguas Andinas S.A.	Chile	886	BAGUA-AC	15-03-2025	UF	164,206	5,450,687	5,614,893	Semiannually	1.97%	1.80%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AE	15-03-2044	UF	584,277	-	584,277	Semiannually	2.06%	2.50%
Total							6,432,738	12,133,770	18,566,508			

Current liabilities to the public - Nominal values												
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Registration number	Series	Maturity date	Currency or readjustment unit	Maturities			Amortization rate	Effective Rate (%)	Nominal Rate (%)
							Up to 90 days ThCh\$	More than 90 days up to 1 year ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	630	BAGUA-M	01-04-2031	UF	-	528,673	528,673	At maturity	4.16%	4.20%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-P	01-10-2033	UF	-	416,803	416,803	At maturity	3.83%	3.86%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-Q	01-06-2032	UF	-	158,320	158,320	At maturity	4.05%	4.00%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-S	01-04-2035	UF	-	645,651	645,651	At maturity	3.92%	3.90%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-U	01-04-2036	UF	-	547,191	547,191	At maturity	3.81%	3.80%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-V	01-04-2037	UF	-	504,341	504,341	At maturity	3.50%	3.50%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-W	01-06-2037	UF	-	182,377	182,377	At maturity	3.19%	3.30%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-X	01-02-2038	UF	577,104	-	577,104	At maturity	3.14%	3.00%
61.808.000-5	Aguas Andinas S.A.	Chile	777	BAGUA-Z	15-01-2023	UF	3,833,671	3,633,791	7,467,462	Semiannually	2.34%	2.40%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-AA	15-01-2040	UF	851,142	-	851,142	Semiannually	3.32%	3.20%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AD	15-03-2043	UF	476,016	-	476,016	Semiannually	2.87%	2.80%
61.808.000-5	Aguas Andinas S.A.	Chile	886	BAGUA-AC	15-03-2025	UF	230,082	5,450,687	5,680,769	Semiannually	1.97%	1.80%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AE	15-03-2044	UF	425,344	-	425,344	Semiannually	2.06%	2.50%
Total							6,393,359	12,067,834	18,461,193			

Book value= capital+/- issuance over/under - issuance costs+ interest accrued by the effective rate method-interest and principal paid.Nominal value= principal+/- accrued interest at issue rate-principal/interest payments.

Total non-current liabilities to the public, current period

Non-current liabilities to the public - Carrying amounts													
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Registration number	Series	Maturity date	Currency or readjustment unit	Maturities				Amortization rate	Effective Rate (%)	Nominal Rate (%)
							More than 1 year up to 3 years ThCh\$	More than 3 years up to 5 years ThCh\$	More than 5 years ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	630	BAGUA-M	01-04-2031	UF	-	-	54,377,634	54,377,634	At maturity	4.16%	4.20%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-P	01-10-2033	UF	-	-	46,612,135	46,612,135	At maturity	3.83%	3.86%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-Q	01-06-2032	UF	-	-	51,316,885	51,316,885	At maturity	4.05%	4.00%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-S	01-04-2035	UF	-	-	71,164,847	71,164,847	Semiannually	3.92%	3.90%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-U	01-04-2036	UF	-	-	61,915,069	61,915,069	At maturity	3.81%	3.80%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-V	01-04-2037	UF	-	-	61,983,480	61,983,480	At maturity	3.50%	3.50%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-W	01-06-2037	UF	-	-	72,068,242	72,068,242	Semiannually	3.20%	3.30%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-X	01-02-2038	UF	-	-	48,797,769	48,797,769	At maturity	3.13%	3.00%
61.808.000-5	Aguas Andinas S.A.	Chile	777	BAGUA-Z	15-01-2023	UF	3,877,480	-	-	3,877,480	Semiannually	2.35%	2.40%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-AA	15-01-2040	UF	-	-	61,083,755	61,083,755	Semiannually	3.32%	3.20%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AD	15-03-2043	UF	-	-	61,422,396	61,422,396	Semiannually	2.86%	2.80%
61.808.000-5	Aguas Andinas S.A.	Chile	886	BAGUA-AC	15-03-2025	UF	23,199,663	5,788,880	-	28,988,543	Semiannually	1.94%	1.80%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AE	15-03-2044	UF	-	-	66,155,077	66,155,077	Semiannually	2.09%	2.50%
Total							27,077,143	5,788,880	656,897,289	689,763,312			

Non-current liabilities to the public - Valores nominales													
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Registration number	Series	Maturity date	Currency or readjustment unit	Maturities				Amortization rate	Effective Rate (%)	Nominal Rate (%)
							More than 1 year up to 3 years ThCh\$	More than 3 years up to 5 years ThCh\$	More than 5 years ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	630	BAGUA-M	01-04-2031	UF	-	-	54,235,545	54,235,545	At maturity	4.16%	4.20%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-P	01-10-2033	UF	-	-	46,487,610	46,487,610	At maturity	3.83%	3.86%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-Q	01-06-2032	UF	-	-	51,136,371	51,136,371	At maturity	4.05%	4.00%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-S	01-04-2035	UF	-	-	71,281,002	71,281,002	Semiannually	3.92%	3.90%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-U	01-04-2036	UF	-	-	61,983,480	61,983,480	At maturity	3.81%	3.80%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-V	01-04-2037	UF	-	-	61,983,480	61,983,480	At maturity	3.50%	3.50%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-W	01-06-2037	UF	-	-	71,281,002	71,281,002	Semiannually	3.20%	3.30%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-X	01-02-2038	UF	-	-	49,586,784	49,586,784	At maturity	3.13%	3.00%
61.808.000-5	Aguas Andinas S.A.	Chile	777	BAGUA-Z	15-01-2023	UF	3,873,968	-	-	3,873,968	Semiannually	2.35%	2.40%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-AA	15-01-2040	UF	-	-	61,983,480	61,983,480	Semiannually	3.32%	3.20%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AD	15-03-2043	UF	-	-	61,983,480	61,983,480	Semiannually	2.86%	2.80%
61.808.000-5	Aguas Andinas S.A.	Chile	886	BAGUA-AC	15-03-2025	UF	23,243,805	5,810,951	-	29,054,756	Semiannually	1.94%	1.80%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AE	15-03-2044	UF	-	-	61,983,480	61,983,480	Semiannually	2.09%	2.50%
Total							27,117,773	5,810,951	653,925,714	686,854,438			

Book value= capital+/- issuance over/under - issuance costs+ interest accrued by the effective rate method-interest and principal paid.

Nominal value= principal+/- accrued interest at issue rate-principal/interest payments.

Total non-current liabilities to the public, prior period

Non-current liabilities to the public - Carrying amounts													
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Registration number	Series	Maturity date	Currency or readjustment unit	Maturities				Amortization rate	Effective Rate (%)	Nominal Rate (%)
							More than 1 year up to 3 years ThCh\$	More than 3 years up to 5 years ThCh\$	More than 5 years ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	630	BAGUA-M	01-04-2031	UF	-	-	51,028,766	51,028,766	At maturity	4.16%	4.20%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-P	01-10-2033	UF	-	-	43,738,950	43,738,950	At maturity	3.83%	3.86%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-Q	01-06-2032	UF	-	-	48,163,447	48,163,447	At maturity	4.05%	4.00%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-S	01-04-2035	UF	-	-	66,740,023	66,740,023	At maturity	3.92%	3.90%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-U	01-04-2036	UF	-	-	58,068,432	58,068,432	At maturity	3.81%	3.80%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-V	01-04-2037	UF	-	-	58,140,660	58,140,660	At maturity	3.50%	3.50%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-W	01-06-2037	UF	-	-	67,699,404	67,699,404	At maturity	3.19%	3.30%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-X	01-02-2038	UF	-	-	45,667,877	45,667,877	At maturity	3.14%	3.00%
61.808.000-5	Aguas Andinas S.A.	Chile	777	BAGUA-Z	15-01-2023	UF	10,909,752	-	-	10,909,752	Semiannually	2.34%	2.40%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-AA	15-01-2040	UF	-	-	57,184,267	57,184,267	Semiannually	3.32%	3.20%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AD	15-03-2043	UF	-	-	57,552,511	57,552,511	Semiannually	2.87%	2.80%
61.808.000-5	Aguas Andinas S.A.	Chile	886	BAGUA-AC	15-03-2025	UF	21,749,364	16,298,677	-	38,048,041	Semiannually	1.97%	1.80%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AE	15-03-2044	UF	-	-	62,470,878	62,470,878	Semiannually	2.06%	2.50%
Total							32,659,116	16,298,677	616,455,215	665,413,008			

Non-current liabilities to the public - Nominal values													
TAX ID of the debtor company	Name of debtor entity	Debtor company's country	Registration number	Series	Maturity date	Currency or readjustment unit	Maturities				Amortization rate	Effective Rate (%)	Nominal Rate (%)
							More than 1 year up to 3 years ThCh\$	More than 3 years up to 5 years ThCh\$	More than 5 years ThCh\$	Total ThCh\$			
61.808.000-5	Aguas Andinas S.A.	Chile	630	BAGUA-M	01-04-2031	UF	-	-	50,873,078	50,873,078	At maturity	4.16%	4.20%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-P	01-10-2033	UF	-	-	43,605,495	43,605,495	At maturity	3.83%	3.86%
61.808.000-5	Aguas Andinas S.A.	Chile	655	BAGUA-Q	01-06-2032	UF	-	-	47,966,045	47,966,045	At maturity	4.05%	4.00%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-S	01-04-2035	UF	-	-	66,861,759	66,861,759	At maturity	3.92%	3.90%
61.808.000-5	Aguas Andinas S.A.	Chile	713	BAGUA-U	01-04-2036	UF	-	-	58,140,660	58,140,660	At maturity	3.81%	3.80%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-V	01-04-2037	UF	-	-	58,140,660	58,140,660	At maturity	3.50%	3.50%
61.808.000-5	Aguas Andinas S.A.	Chile	778	BAGUA-W	01-06-2037	UF	-	-	66,861,759	66,861,759	At maturity	3.19%	3.30%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-X	01-02-2038	UF	-	-	46,512,528	46,512,528	At maturity	3.14%	3.00%
61.808.000-5	Aguas Andinas S.A.	Chile	777	BAGUA-Z	15-01-2023	UF	10,901,374	-	-	10,901,374	Semiannually	2.34%	2.40%
61.808.000-5	Aguas Andinas S.A.	Chile	806	BAGUA-AA	15-01-2040	UF	-	-	58,140,660	58,140,660	Semiannually	3.32%	3.20%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AD	15-03-2043	UF	-	-	58,140,660	58,140,660	Semiannually	2.87%	2.80%
61.808.000-5	Aguas Andinas S.A.	Chile	886	BAGUA-AC	15-03-2025	UF	21,802,748	16,352,061	-	38,154,809	Semiannually	1.97%	1.80%
61.808.000-5	Aguas Andinas S.A.	Chile	887	BAGUA-AE	15-03-2044	UF	-	-	58,140,660	58,140,660	Semiannually	2.06%	2.50%
Total							32,704,122	16,352,061	613,383,964	662,440,147			

Book value= capital+/- issuance over/under - issuance costs+ interest accrued by the effective rate method-interest and principal paid.

Nominal value= principal+/- accrued interest at issue rate-principal/interest payments.

Forward

As of December 31, 2020, the Group presents the effect in the consolidated financial statements of the market valuation of forward derivative transactions for exchange rate in dollars, in the amount of ThCh\$ 320,893.

Reconciliation of other financial liabilities and lease liabilities:

A reconciliation between the beginning and ending balances of other financial liabilities and lease liabilities as of December 31, 2021 and 2020 is presented below:

Current period:

Other financial liabilities, current	Initial balance 01-01-2021 ThCh\$	High ThCh\$	Low ThCh\$	Transfers ThCh\$	Decrease due to loss of control of subsidiary ThCh\$	Decrease due to loss of control of subsidiary ThCh\$
Bank loans	31,994,420	-	(22,036,856)	(58,781)		9,898,783
Bonds	18,566,508	-	(12,982,950)	19,883,858		25,467,416
Repayable financial contributions	20,182,473	-	(7,511,992)	20,987,109		33,657,590
Forward	320,893	-	(320,893)	-		-
Total financial liabilities	71,064,294	-	(42,852,691)	40,812,186	-	69,023,789
Lease liabilities	1,420,568	213,777	(1,478,054)	1,026,968		1,183,259
Total lease liabilities	1,420,568	213,777	(1,478,054)	1,026,968	-	1,183,259
Total other financial liabilities	72,484,862	213,777	(44,330,745)	41,839,154	-	70,207,048

Other financial liabilities, non-current	Initial balance 01-01-2021 ThCh\$	High ThCh\$	Low ThCh\$	Transfers ThCh\$	Decrease due to loss of control of subsidiary ThCh\$	Final balance 31-12-2021 ThCh\$
Bank loans	161,167,381	169,070,000	(100,919,781)	(402,317)		228,915,283
Bonds	665,413,008	-	-	24,350,304		689,763,312
Repayable financial contributions	172,149,573	25,920,517	(31,635,868)	(1,037,195)		165,397,027
Total financial liabilities	998,729,962	194,990,517	(132,555,649)	22,910,792	-	1,084,075,622
Lease liabilities	2,380,303	276,462	-	(1,026,968)		1,629,797
Total lease liabilities	2,380,303	276,462	-	(1,026,968)	-	1,629,797
Totals	1,001,110,265	195,266,979	(132,555,649)	21,883,824	-	1,085,705,419

Previous period:

Other financial liabilities, current	Initial balance 01-01-2020 ThCh\$	High ThCh\$	Low ThCh\$	Transfers ThCh\$	Decrease due to loss of control of subsidiary ThCh\$	Final balance 31-12-2020 ThCh\$
Bank loans	13,876,507	52,000,000	(30,000,013)	5,185,529	(9,067,603)	31,994,420
Bonds	16,320,558	-	-	5,750,079	(3,504,129)	18,566,508
Repayable financial contributions	6,188,750	-	-	13,993,723	-	20,182,473
Forward	-	320,893	-	-	-	320,893
Total financial liabilities	36,385,815	52,320,893	(30,000,013)	24,929,331	(12,571,732)	71,064,294
Lease liabilities	1,503,349	506,535	(1,427,137)	1,075,224	(237,403)	1,420,568
Total lease liabilities	1,503,349	506,535	(1,427,137)	1,075,224	(237,403)	1,420,568
Total other financial liabilities	37,889,164	52,827,428	(31,427,150)	26,004,555	(12,809,135)	72,484,862

Other financial liabilities, non-current	Initial balance 01-01-2020 ThCh\$	High ThCh\$	Low ThCh\$	Transfers ThCh\$	Decrease due to loss of control of subsidiary ThCh\$	Final balance 31-12-2020 ThCh\$
Bank loans	101,352,095	91,300,000	(4,424,891)	(4,802,045)	(22,257,778)	161,167,381
Bonds	715,030,769	-	(7,150,455)	11,982,858	(54,450,164)	665,413,008
Repayable financial contributions	186,572,529	17,143,444	(11,782,635)	(9,100,027)	(10,683,738)	172,149,573
Total financial liabilities	1,002,955,393	108,443,444	(23,357,981)	(1,919,214)	(87,391,680)	998,729,962
Lease liabilities	1,954,162	1,880,218	-	(1,081,805)	(372,272)	2,380,303
Total lease liabilities	1,954,162	1,880,218	-	(1,081,805)	(372,272)	2,380,303
Totals	1,004,909,555	110,323,662	(23,357,981)	(3,001,019)	(87,763,952)	1,001,110,265

16.5 Fair value of financial instruments

Fair value of financial instruments carried at amortized cost.

The fair values of the main financial assets and liabilities, including those that are not presented at fair value in the consolidated statement of financial position, are summarized below:

	31-12-2021	
	Amortized cost ThCh\$	Fair value ThCh\$
Cash equivalent		
Time deposits, level 1	158,450,117	158,450,117
Mutual funds, level 1	3,440,000	3,440,000
Investments held at fair value	161,890,117	161,890,117
Other Financial Liabilities		
Bank debt, level 2	238,814,066	239,384,902
Bonds, level 1	715,230,728	675,431,685
AFR, level 3	199,054,617	199,054,617
Financial liabilities held at amortized cost	1,153,099,411	1,113,871,204

Trade and other accounts payable

Methodology and assumptions used in the calculation of fair value

The fair value of financial assets and liabilities were determined using the following methodology:

- a) The amortized cost of time deposits and mutual funds is a good approximation of fair value, since they are short-term transactions.
- b) The market value of forward derivative transactions in foreign currency corresponds to the value resulting from applying current market quotations at the valuation date to the maturity of the transaction and applying a rate.
- c) The amortized cost of the AFR liabilities is a good approximation of the fair value, since they are transactions with low liquidity in the market, the rate applied corresponds to that indicated in the norm that regulates them (DFL No. 70).
- d) The fair value of the bonds was determined based on market price references, since these instruments are traded in the market under standard conditions and with a high degree of liquidity.
- e) The fair value of the bank debt was determined by discounting the cash flows of each loan (principal and interest disbursements) at an interpolated swap curve rate corresponding to the remaining term. This term corresponds to the number of days counted between the closing date of the month of the Financial Statements and the date corresponding to the disbursement of each flow.

Recognition hierarchy of fair value measurements in the statements of financial position

- Level 1 corresponds to fair value measurement methodologies using market shares (without adjustments) in active markets and considering the same assets and liabilities valued.
- Level 2 corresponds to fair value measurement methodologies using quoted market price data, not included in Level 1, that are observable for the assets and liabilities measured, either directly (prices) or indirectly (derived from prices).
- Level 3 corresponds to fair value measurement methodologies using valuation techniques that include data on the assets and liabilities being valued that are not based on observable market data.

Note 17.
TRADE AND OTHER ACCOUNTS PAYABLE

The composition of trade and other current and non-current accounts payable as of December 31, 2021 and 2020 is as follows:

Trade and other accounts payable	Currency	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Subcontractors	CLP	52,101,745	34,715,509
Dividends	CLP	307,884	213,136
Suppliers	CLP	22,985,806	19,513,063
Suppliers	USD	345,711	652,557
Suppliers	EUR	21,315	130,233
Accrued products and services	CLP	41,271,717	33,709,502
Personnel	CLP	5,093,832	5,089,627
Notes payable	CLP	4,409,781	4,424,541
Others	CLP	587,020	496,636
Current subtotal		127,124,811	98,944,804
Notes payable	CLP	831,268	855,608
Suppliers	CLP	153,604	526,308
Sundry accounts payable	CLP	70,395	70,395
Sub-total non-current		1,055,267	1,452,311
Total current and non-current		128,180,078	100,397,115

The following is information regarding billed trade accounts by due date:

Trade accounts (Suppliers)

Current fiscal year:

Trade accounts payable current according to term	31-12-2021			
	Assets ThCh\$	Services ThCh\$	Others ThCh\$	Total ThCh\$
Up to 30 days	6,554,024	16,184,770	57,955	22,796,749
Between 31 and 60 days	11,559	125,464	-	137,023
Between 121 and 365 days	-	-	349,048	349,048
Totals	6,565,583	16,310,234	407,003	23,282,820

Overdue trade accounts payable by term	31-12-2021			
	Assets ThCh\$	Services ThCh\$	Others ThCh\$	Total ThCh\$
Up to 30 days	-	-	1,981	1,981
31 to 60 days	-	2,389	8	2,397
61 to 90 days	-	2,668	-	2,668
91 to 120 days	-	31,505	-	31,505
Between 121 and 365 days	2,468	7,305	-	9,773
More than 365 days	191	21,272	225	21,688
Totales	2,659	65,139	2,214	70,012

Previous exercise:

Trade accounts payable current according to term	31-12-2020			
	Assets ThCh\$	Services ThCh\$	Others ThCh\$	Total ThCh\$
Up to 30 days	1.802.389	15.442.243	396	17.245.028
Between 31 and 60 days	24.047	772.674	-	796.721
Between 121 and 365 days	-	-	252.894	252.894
Totals	1.826.436	16.214.917	253.290	18.294.643

Trade accounts payable past due by term	31-12-2020			
	Assets ThCh\$	Services ThCh\$	Others ThCh\$	Total ThCh\$
Up to 30 days	6,675	1,255,629	899	1,263,203
31 to 60 days	-	466,364	-	466,364
Between 61 and 90 days	-	213,580	-	213,580
Between 91 and 120 days	143	9,964	-	10,107
Between 121 and 365 days	-	47,789	4	47,793
More than 365 days	48	[289]	404	163
Totals	6,866	1,993,037	1,307	2,001,210

Note 18.

OTHER PROVISIONS AND CONTINGENT LIABILITIES

A. Other Provisions

The breakdown of this item as of December 31, 2021 and 2020 is as follows:

Other provisions	31-12-2021			
	Provision for guarantees ThCh\$	Provisions for legal proceedings ThCh\$	Provision for onerous contracts ThCh\$	Total, Other Provisions ThCh\$
Other provisions at beginning of period 01,01,2021	28,735,289	161,725	1,419,880	30,316,894
Changes in other provisions				
Additional provisions, other provisions				
New provisions	-	117,659	-	117,659
Total additional provisions	-	117,659	-	117,659
(-) Used provisions	-	(29,420)	-	(29,420)
(-) Reversed provisions not used	(12,788,237)	(106,104)	-	(12,894,341)
Increases due to adjustments arising from the passage of time	-	1,751	100,438	102,189
Total Increase (decrease)	(12,788,237)	(133,773)	100,438	(12,821,572)
Other current provisions	15,947,052	145,611	-	16,092,663
Other non-current provisions	-	-	1,520,318	1,520,318

Other provisions	31-12-2020			
	Provision for guarantees ThCh\$	Provisions for legal proceedings ThCh\$	Provision for onerous contracts ThCh\$	Total, Other Provisions ThCh\$
Other provisions at the beginning of the period 01,01,2020	-	3,732,169	1,380,132	5,112,301
New provisions	28,735,289	185,904	-	28,921,193
Total additional provisions	28,735,289	185,904	-	28,921,193
(-) Unused reversed provisions	-	(47,920)	-	(47,920)
Increases due to adjustments arising from the passage of time	-	-	39,748	39,748
(-) Decrease due to loss of control of a subsidiary	-	(3,708,428)	-	(3,708,428)
Total Increase (decrease)	-	(3,756,348)	39,748	(3,716,600)

Other current provisions	28,735,289	161,725	-	28,897,014
Other non-current provisions	-	-	1,419,880	1,419,880

The description of the provisions included in this caption is as follows:

1. Other provisions, current

i) Legal claims

The Company records the provision corresponding to lawsuits derived from its operations, mainly originated by sanction processes carried out by auditing entities. Additionally, the subsidiaries are parties to civil and labor lawsuits whose resolutions are pending in the corresponding courts.

Provisions associated with the Company's current lawsuits have been reflected in the caption "Provisions", in accordance with the provisions of IAS 37. In those cases in which Management considers that the cases have a low probability of success and do not represent a certain probability of material loss, no provision has been made.

The following are the legal claims, which could affect the Company's business.

The Superintendency of Sanitation Services (SISS), has issued fines against Aguas Andinas S.A. and Subsidiaries, mainly due to non-compliance with instructions and infringement of the continuity and quality of the service provided by the Company. The total of the claims filed as of December 2021 amount to UTA 4,655, which were paid prior to initiating the claim processes in each of the cases, and the final judgments are pending resolution.

In addition, Aguas Andinas S.A. was notified of the initiation of sanction procedures by the Superintendencia de Servicios Sanitarios. This corresponds to alleged violations in the delivery of the service. There are currently administrative appeals and legal claims pending to be resolved, so it is premature to estimate an

outcome. The Company considers that it did not incur in the infractions reported, therefore, it is expected that the claims and appeals will be accepted.

Regional Ministerial Secretariat of Health RM, there are pending sanction processes against Aguas Andinas, initiated by Resolution for alleged violations in the service provided. Administrative appeals and judicial claims are currently in process. The fine ranges from 1 to 1000 UTM.

Labor Lawsuits: Aguas Andinas was sued directly or subsidiarily in labor lawsuits mainly related to unjustified dismissals. The total amount of the lawsuits is ThCh\$200,101. The lawsuits are pending in the corresponding courts or administrative instances.

ii) Provision for guarantees

The Company has recognized provisions for guarantees derived from the purchase and sale agreement of ESSAL S.A. and Iberaguas Ltda., entered into between Aguas Andinas S.A. and Algonquin Power & Utilities Corp. (APUC).

2.- Other non-current provisions

Corresponds basically to the transaction dated July 10, 2007, signed at the Notary Office of Mrs. María Gloria Acharan Toledo, between Aguas Cordillera S.A. and developers, in which it is assumed that in the event that in the future Aguas Cordillera S.A. disaffects and sells the land transferred to it, it must pay at least U.F. 52,273.29. This amount will be imputed to the existing debt receivable from the developers.

B.- Contingent liabilities

a.- As a result of a potable water main breakage that affected the commune of providencia in June 2016 and massive cuts in potable water supplies due to extreme turbidity in February and April 2017, the Superintendency of Sanitation Services resolved our reinstatement and maintained its decision to sanction the company with fines, which was subsequently challenged in court. The lawsuit is currently still in process, these fines have already been paid.

b.- Aguas Cordillera S.A. fwas sued in an ordinary lawsuit in the 11th Civil Court of Santiago for the constitution of easements, the amount sued is ThCh\$3,689,946, the case is in the court of appeals and on 05/20/2019 an appeal in cassation was filed.

The subsidiaries are parties in other lawsuits of lesser amounts. It is considered that they will not have a material adverse effect on the financial statements of the respective companies.

Note 19. EMPLOYEE BENEFITS

The Company, at the consolidated level, has a staff of 1,729 employees, of which 71 correspond to managers and senior executives. Workers who are part of collective bargaining agreements and individual labor contracts, with special indemnity clauses, amount to 1,384 and 17 respectively. Meanwhile, 328 workers are governed by the provisions of the Labor Code.

During September 2020, Aguas Andinas S.A. completed early collective bargaining with Unions No. 1 and 3 of Aguas Andinas Workers and Professionals and Technicians, respectively. While Union No. 2 of Aguas Andinas Workers' Union concluded negotiations during February 2021. All these agreements are valid for three years.

The collective bargaining agreements in force for Aguas Cordillera S.A. and Aguas Manquehue S.A. personnel were signed in December 2021 and October 2021 for Unions No. 1, 2 and the Workers and Supervisors Union respectively, all of which are valid for three years.

In addition, Aguas Cordillera S.A. closed a negotiation process with FENATRAGUAS, a union organization that brings together the unions present in Aguas Cordillera S.A., through which a system of union contributions and exceptional indemnities was agreed upon for educational expenses of its workers and their families.

The current collective bargaining agreements for Análisis Ambientales S.A., Gestión y Servicios S.A. and EcoRiles S.A. were signed in December 2021, October 2021 and May 2020, respectively. The term of these contracts is 35 months for Análisis Ambientales, 36 months for Gestión y Servicios, and 24 months for EcoRiles. The employees of these subsidiaries are governed by the rules established in articles 159, 160 and 161 of the Labor Code, so there is no provision for severance indemnity for years of service.

Additionally, in April 2021 a Collective Bargaining Agreement was signed with the "Grupo negociador de Empresa Ecoriles S.A." and in December 2021 a Collective Bargaining Agreement was signed with the "Grupo negociador de Análisis Ambientales S.A.", both with a two-year term.

Policies on defined benefit plans

Employees who are not part of the collective bargaining agreements of Aguas Andinas S.A. and its subsidiaries are governed by the rules established in Articles 159, 160 and 161 of the Labor Code, and therefore no provision for severance indemnity is recorded.

The actuarial calculation is applied to those employees who recorded severance indemnities at current value up to 2002 (including severance indemnities recognized at that date), as well as to the advances granted on account of this indemnity.

For employees who are part of or were assimilated to the collective bargaining agreements in force at the date of the consolidated financial statements, the actuarial value calculation for severance indemnities is applied.

Accounting policies on the recognition of gains and losses in defined benefit plans

The obligation for severance indemnities estimated to accrue to employees retiring from Aguas Andinas S.A., Aguas Cordillera S.A. and Aguas Manquehue S.A. is recorded at actuarial value, determined using the projected unit credit method.

Actuarial gains and losses on severance indemnities arising from changes in estimates of turnover rates, mortality, salary increases or discount rate are recorded in accordance with the provisions of IAS 19 revised, in other comprehensive income, directly affecting equity, which is subsequently reclassified to retained earnings. This procedure began to be applied in 2013, due to the entry into force of revised IAS 19. Until 2012, all variations in the estimates and parameters used determined a direct effect to results for the year

Actuarial assumptions

Years of service: In Aguas Andinas S.A., Aguas Cordillera S.A. and Aguas Manquehue S.A., it is assumed that employees will remain with these companies until they reach the legal retirement age (women until 60 years of age and men until 65 years of age).

Participants in each plan: Workers who are part of union or union-like agreements (indicated above) and workers with individual contracts with indemnity clause in all events. The employees who are part of the actuarial indemnity calculation are as follows: Aguas Andinas S.A.: 924; Aguas Cordillera S.A.: 103; Aguas Manquehue S.A.: 11.

Mortality: The mortality tables RV-2014 of the Financial Market Commission are used.

Employee turnover rate and disability and early retirements According to the Group's statistical experience, the turnover used in the 2021 period for the target employees are as follows: Aguas Andinas S.A.: 5.87%; Aguas Cordillera S.A.: 7.10%; Aguas Manquehue S.A.: 0.00%. Neither disabilities nor premature retirements have been considered due to the infrequency of these events.

Discount rate: For the 2021 period, the rate of 5.5% was used for Aguas Andinas S.A., Aguas Cordillera S.A. and Aguas Maquehue S.A., which corresponds to the risk-free rate, and the estimate of expected inflation in the long term.

Inflation rate: For long-term estimates, the estimated long-term inflation rate reported by the Central Bank of Chile, which amounts to 3.0%, was used for the 2021 period.

Rate of compensation increase: The rates used for the period 2021 are as follows: Aguas Andinas S.A.: 1.7%; Aguas Cordillera S.A.: 0.31%, while for Aguas Manquehue S.A. there is no rate of compensation increase.

Overview of defined benefit plans

In addition to the benefits indicated in note 2.2 letter O, the following are indicated:

In the event of death of the employee, compensation will be paid to the employee's immediate family in accordance with the provisions of Article 60 of the Labor Code.

In the event that the employee withdraws from the Company in accordance with numbers 2, 4 or 5 of article 159, number 1 letter a) or number 6 of article 160 of the Labor Code, the amount accumulated for this concept up to July 31, 2002 in Aguas Andinas S.A. and December 31, 2002 in Aguas Cordillera S.A. will be paid as indemnity, readjusted quarterly by the variation of the Consumer Price Index, provided that this variation is positive.

For employees of Aguas Andinas S.A. and its subsidiaries that are not part of their collective bargaining agreements, the provisions of their individual employment contracts apply. For the non-sanitation subsidiaries, i.e. Gestión y Servicios S.A., EcoRiles S.A., Análisis Ambientales S.A. and Aguas del Maipo S.A., the provisions of the Labor Code apply, unless the individual contracts indicate otherwise.

The provision for severance indemnities is presented net of advances granted to employees.

The movements in actuarial provisions as of December 31, 2021 and 2020 are as follows:

Provisions for employee benefits	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Changes in actuarial provision		
Initial balance	20,838,843	21,011,199
Cost of services	1,114,232	1,151,928
Interest cost	633,812	777,770
Actuarial (gain) or loss	(1,833,955)	(387,032)
Benefits paid	(2,430,334)	(1,162,197)
Provision for termination benefits	199,133	168,904
Special indemnity for union agreement	709,331	-
Decrease for liabilities included in group of assets for disposal classified as held for sale	-	(721,729)
Subtotals	19,231,062	20,838,843
Profit sharing and bonuses	4,625,519	4,482,852
Totals	23,856,581	25,321,695

In the statement of financial position these balances are included in the following captions:

Provisions for employee benefits	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Provisions for employee benefits, current	6,190,161	4,982,501
Provisions for employee benefits, non-current	17,666,420	20,339,194
Totals	23,856,581	25,321,695

Expected payment flows

The Aguas Andinas S.A. Collective Bargaining Agreement states in its seventeenth clause that employees who voluntarily resign to retire due to old age will have a period of 120 days from the date they reach the legal retirement age to make their resignation effective.

The collective bargaining agreements of Aguas Cordillera S.A. and Aguas Manquehue S.A. indicate that a severance payment will be made to workers who voluntarily resign because they have reached the legal age to retire due to old age.

During the 2019 period, the company, together with the Aguas Andinas workers' unions, and with the aim of recognizing the contributions in the working career of personnel with serious health problems who have a duly accredited disabling disease that affects their work performance or that does not allow them to return to their functions under normal conditions or who are close to reaching the legal age of retirement, For this purpose, female employees, with an indefinite-term employment contract in force, who reach 57 years of age and male employees, with an indefinite-term employment contract in force, who reach 62 years of age, have the option to apply for a Voluntary Retirement Plan. Those workers who have reached the age required by Article 3 of Decree Law No. 3,500 to obtain an old age pension, i.e. over 60 years of age for women and over 65 years of age for men (age attained), may also opt for a Voluntary Retirement Plan.

In accordance with the defined benefit plans indicated above, the cash flows for the current year are shown below:

Company	Number of employees	Expected cash flow payment ThCh\$	Year
Aguas Andinas S.A.	16	1,395,000	2022
Aguas Cordillera S.A.	2	169,000	2022
Total	18	1,564,000	

Projected liabilities as of December 31, 2022

For the calculation of the projected liabilities of severance indemnities at actuarial value, as of December 2022, in accordance with IAS 19, the actuarial assumptions in effect as of December 31, 2021, already reported in this note, have been used, only the amount of the legal bonus has been increased according to the increase in the minimum salary established in January of this year.

The summary by Company is as follows:

Company	Number of employees	Costs per Services ThCh\$	Interest expense ThCh\$
Aguas Andinas S.A.	950	839,151	827,123
Aguas Cordillera S.A.	121	788,355	108,211
Aguas Manquehue S.A.	12	54,737	24,808
Total	1,083	1,682,243	960,142

Sensitivity of assumptions

Based on the actuarial calculation as of December 31, 2021, the main assumptions have been sensitized and the following impacts have been determined:

Discount rate	Base	More than 0,5% ThCh\$	Less than 0,5% ThCh\$
Aguas Andinas S.A.	5.50%	(584,895)	627,482
Aguas Cordillera S.A.	5.50%	(49,249)	51,926
Aguas Manquehue S.A.	5.50%	(14,025)	14,793
Total		(648,169)	694,201

Turnover rate	Base	More than 0,5% ThCh\$	Less than 0,5% ThCh\$
Aguas Andinas S.A.	5.87%	(687,170)	652,194
Aguas Cordillera S.A.	7.10%	(55,354)	58,140
Aguas Manquehue S.A.	0.00%	(14,687)	-
Total		(757,211)	710,334

Salary increase rate	Base	More than 0,5% ThCh\$	Less than 0,5% ThCh\$
Aguas Andinas S.A.	1.70%	648,500	(608,863)
Aguas Cordillera S.A.	0.31%	54,410	(32,505)
Aguas Manquehue S.A.	0.00%	15,549	-
Total		718,459	(641,368)

Disclosure of termination benefit information

Disclosures on termination benefits Termination benefits are governed by the provisions of the Labor Code, except for those special clauses in the respective collective bargaining agreements or individual contracts.

Profit sharing and bonuses

Corresponds to the Company's obligation with its employees for participation bonuses payable in February and March of the following year. The accrued participation to be paid to workers, as stipulated in the current contracts, is recalculated during the month of February based on the balance sheet of the immediately preceding fiscal year. As of December 31, 2021 and 2020, the amounts amount to ThCh\$ 4,625,519 and ThCh\$ 4,482,852, respectively. Additionally, advances of this bonus are made in March, June, September and December of each calendar year.

Its annual amount will depend on the profits generated by each Group Company.

Personnel expenses

Personnel expenses as of December 31, 2021 and 2020 are as follows:

Personnel expenses	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Wages and salaries	(33,994,949)	(35,262,611)
Defined benefits	(17,021,963)	(16,392,162)
Severance indemnities	(2,943,419)	(2,512,976)
Other personnel expenses	(1,578,867)	(1,342,966)
Totals	(55,539,198)	(55,510,715)

Note 20. OTHER NON-FINANCIAL LIABILITIES

The breakdown of this current and non-current item as of December 31, 2021 and 2021 is as follows

Other non-financial liabilities	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Value Added Tax	10,265,947	8,642,402
Monthly Provisional Payments	3,231,848	4,531,574
Other taxes	292,648	3,337,530
Real estate development agreement	543,533	1,606,453
Work requested by third parties	983,211	2,299,566
Total current assets	15,317,187	20,417,525
Association Sociedad de Canalistas del Maipo	7,355,177	7,355,177
Real estate development agreement	1,286,118	2,829,386
Total non-current	8,641,295	10,184,563

Nota 21.
EQUITY ATTRIBUTABLE TO THE OWNERS OF THE CONTROLLER

The Company's capital is divided into 1,000,000,000 registered shares of no par value and of a single series.

The capital as of December 31, 2021 and 2020 corresponds to ThCh\$ 468,358,402. There are no treasury shares or preferred shares in the portfolio.

The Company manages its capital with the objective of ensuring permanent and expeditious access to the financial markets, which allows it to achieve its growth, solvency and profitability objectives.

There have been no changes in capital management objectives or policies during the reported periods.

The following dividend payments were agreed and made in the period 2021:

- On October 22, 2021, at an extraordinary meeting No. 1/2021, the Company's Board of Directors unanimously agreed to distribute among the shareholders the amount of ThCh\$20,041,000, as an interim dividend, on account of the profits for the year 2021. In view of the above, the Company's interim dividend number 36, amounted to the sum of ThCh\$20.041 per share and was payable as of November 11, 2021.
- On April 22, 2021, the Ordinary Shareholders' Meeting was held, at which it was agreed to distribute the net profit for the year 2020, amounting to ThCh\$48,225,127, excluding the result obtained from the sale of assets, which amounted to ThCh\$3,580,609.000,000, the profit to be distributed amounts to ThCh\$32,278,000, corresponding ThCh\$14,644,518 to the year 2020 (additional dividend) and ThCh\$17,633,482 to retained earnings (eventual dividend), which will mean a final dividend of Ch\$32.278 per share, which will be payable as of May 24, 2021.

In fiscal year 2020, the following dividend payment was agreed and made:

- At the ordinary meeting of the Board of Directors held on November 25, 2020, it was agreed to distribute ThCh\$ 30,000,000, on account of 2020 profits, as an interim dividend. In view of the above, the Company's interim dividend number 34 amounts to ThCh\$30.00 per share and was payable as of December 18, 2020.

Minimum dividend provision

In accordance with the policy described in note 2.2 letter J, the Company has not recorded a provision for the minimum dividend as of December 31, 2021 and 2020.

Retained earnings

The amounts recorded for revaluation of land and intangible assets and other first-time adoption adjustments of IFRS are presented in retained earnings, and have restrictions for their distribution, since they must first be recognized as realized, through use or sale, according to IFRS 1, IAS 16 and Circular No. 456 of June 20, 2008, of the Financial Market Commission.

Also included under this concept is the amount corresponding to actuarial gains and losses determined since 2009, as a result of the variation in defined benefit plan obligations.

Additionally, as of December 31, 2021 and 2020, modifications were made to the calculation parameters for actuarial gains and losses on severance indemnities, which generated a record in retained earnings in the amount of ThCh\$894,923 and ThCh\$141,562, respectively (see note 2.2 letter O).

The balance as of December 31, 2021 and 2020 corresponds to ThCh\$179,164,900 and ThCh\$181,816,964, respectively.

Other equity interests

The amount recorded in other equity corresponds to the price-level restatement of paid-in capital for 2008, the year of transition to IFRS, by virtue of the provisions of Circular No. 456 of the Financial Market Commission and the effects of business combinations of companies under common control carried out in 2007 and 2008. The balance as of December 31, 2021 and 2020 corresponds to ThCh\$ 37,268,415.

Other reserves

The amount recorded in other reserves corresponds to the surplus from the revaluation of property, plant and equipment, which generated in the Company a recognition of ThCh\$ 2,469,433 and ThCh\$ 81,141,377 as of December 31, 2021 and 2020, respectively, as a result of the change in accounting criteria made by the subsidiaries, which is described in note 2.2.

Additionally, a share-based payment reserve of ThCh\$ 26,895 and ThCh\$ 72,279 is considered as of December 31, 2021 and 2020, respectively, explained in note 23.

The total balance of other reserves as of December 31, 2021 and 2020 amounts to ThCh\$ 83,709,983 and ThCh\$ 81,213,656, respectively.

Note 22.
EQUITY ATTRIBUTABLE TO PARTICIPATIONS NON-CONTROLLING

The detail, by Company, of the effects originated by the participation of third parties in equity and results as of December 31, 2021 and 2020 is as follows:

Company	% of ownership		Non-controlling interests			
	31-12-2021 %	31-12-2020 %	Equity		Results	
			31-12-2021 ThCh\$	31-12-2020 ThCh\$	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Aguas Andinas S.A.	49.89766%	49.89766%	420,397,872	419,501,210	50,219,265	49,244,833
Aguas Cordillera S.A.	0.00997%	0.00997%	27,498	25,565	2,005	1,706
(*) Essal S.A. (1)	0.00000%	0.00000%	-	-	-	1,672,121
Totals			420,425,370	419,526,775	50,221,270	50,918,660

(1) Includes third party participations for the allocation at market value of the assets and liabilities originated in the purchase of Inversiones Iberaguas Ltda. and ESSAL S.A., at the time of the business combination.

Dividends paid to non-controlling interests of the subsidiary Aguas Andinas S.A. as of December 31, 2021 and 2020 amount to ThCh\$52,483,211 and ThCh\$22,171,265. (*) On October 13, 2020, Aguas Andinas completed the sale of its direct and indirect participation (through Iberaguas Ltda.) in ESSAL to Eco Acquisitionco SpA, a company incorporated in Chile and controlled by the Canadian company Algonquin Power & Utilities Corp, therefore, as of that date these companies are not part of the consolidation perimeter.

Note 23.
SHARE-BASED PAYMENT RESERVE

Suez Groupe S.A.S. (France), the parent company of IAM S.A. and Subsidiaries, has offered the acquisition of shares of its own issue to the employees of 25 subsidiaries in various parts of the world, under the terms detailed below:

In 2019, SUEZ launched a new global employee share plan, called Sharing. This share issuance program for Group employees around the world is part of the policy to increase employee participation and strengthen the existing relationship between SUEZ and its employees, offering them the possibility of being more closely associated with the Group's growth and performance. The effects of the plans have been recorded in accordance with the IFRS 2 criteria described in the note on accounting policies letter P.

For the 2019 plan, employees were offered the following two formulas:

a) **Sharing Classic:**in this formula, the employee benefits from a complementary contribution of free shares, under the following conditions:

- Reference price less 20% discount.
- Potential dividends.
- Complementary contribution in shares, up to 25 free shares.

b) **Sharing Multiple:** this formula ensures minimum investment and profitability, under the following conditions:

- 10% discount.
- Guaranteed capital with a minimum guaranteed return of 3% per annum (in euros).
- Potential dividends.

Accordingly, in the consolidated financial statements as of December 31, 2021 and 2020, the accrued expense of ThCh\$53,712 and ThCh\$144,265, respectively, has been recognized with a credit to the share-based payment reserve, in accordance with IFRS 2.

Note 24.
ORDINARY INCOME

The detail of the ordinary income recorded by the Group companies is as follows:

Types of ordinary income	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Ordinary Income		
Potable water	205,176,457	195,787,729
Sewage water	229,804,561	219,123,954
Other sanitary income	13,821,437	13,004,110
Non-sanitary income	57,656,032	50,853,268
Totals	506,458,487	478,769,061

Note 25.
OTHER EXPENSES BY NATURE

Information on other expenses, by nature, is presented below:

Other expenses by nature	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Operation of treatment plants	(28,252,148)	(28,806,240)
Services	(14,664,974)	(30,131,704)
Bad debts	(15,694,733)	(20,171,784)
Network maintenance and repairs	(22,284,885)	(15,207,039)
Commercial services	(9,110,113)	(9,122,133)
Costs for work requested by third parties	(9,452,424)	(7,485,243)
Maintenance of premises and equipment	(9,374,852)	(8,520,321)
Operating leases	(6,501,216)	(6,302,710)
Waste and sludge removal	(5,687,497)	(5,097,746)
Contributions, patents, insurance and duties	(8,571,439)	(7,056,324)
General expenses	(5,378,234)	(6,282,249)
Others	(932,873)	(1,556,506)
Totals	(135,905,388)	(145,739,999)

Note 26.
OTHER INCOME AND EXPENSES

The following is additional information to be disclosed as indicated in IAS 1, referring to other income and expenses other than operating income and expenses:

Non-operating income and expenses	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Gain (loss) on sale of non-current assets not held for sale	30,377	(244,180)
Organizational restructuring program	(7,155,695)	(4,039,963)
Losses on replacements of property, plant and equipment	(37,965)	(31,431)
Discontinued projects and warranty bonds ** Other gains (losses) *** Other gains (losses)	(426,187)	610,076
Other gains (losses) *** Other gains (losses)	11,226,362	(261,794)
Other gains (losses)	3,636,892	(3,967,292)
Bank loans	(4,005,097)	(4,237,817)
Interest expense, AFR	(7,441,134)	(6,759,823)
Interest expense, bonds	(15,189,791)	(16,325,251)
Interest expense, lease liabilities	(92,135)	(101,586)
Interest expense, other	(763,376)	(723,326)
Hedging instrument expense	(185,963)	(23,663)
Amortization of ancillary costs related to loan and bond agreements	(188,781)	(22,403)
Finance costs	(27,866,277)	(28,193,869)
Interest income	3,553,303	3,233,283
Gain on redemption and extinguishment of debt	1,529,364	640,916
Income from derivative instruments	-	(1,388)
Interest income	5,082,667	3,872,811

*Corresponds to the amounts accrued as a result of the Company's restructuring plan, which consists of two parts: the redesign of the organization seeking greater efficiency, which entails a reduction of certain positions, and a voluntary retirement plan.

** Corresponds mainly to gains (losses) generated as a result of guarantees associated with projects that have not yet been approved and/or projects that have been discarded.

*** As of December 31, 2021, the balance corresponds mainly to a reversal of the contingency provision associated with the ESSAL sale contract for ThCh\$10,750,000, due to the termination of the expiration process of the Osorno concession.

Note 27.
FOREIGN CURRENCY EXCHANGE GAINS (LOSSES)

The detail of exchange differences as of December 31, 2021 and 2020 is as follows:

Item	Currency	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Trade and other receivables	EUR	(10,245)	(17,703)
Trade and other receivables	USD	-	207
Total change in assets		(10,245)	(17,496)
Trade and other accounts payable	EUR	(20,980)	(19,494)
Trade and other accounts payable	USD	842,588	(459,701)
Total change in liabilities		821,608	(479,195)
Profit/(loss) for difference in Item		811,363	(496,691)

Note 28.
RESULTS PER READJUSTMENT UNIT

The composition of the income per unit of adjustment for the years ended December 31, 2021 and 2020 is as follows:

Item	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Accounts receivable from related entities	(165)	-
Current tax assets	1,429,264	(18,512)
Trade and other receivables	647,418	419,936
Total change in assets	2,076,517	401,424
Other financial liabilities	(56,745,202)	(24,351,438)
Trade and other accounts payable	(273,057)	1,608,210
Accounts payable to related entities	(24,337)	(3,358)
Other non-financial liabilities	(3,100)	(481)
Total change in liabilities	(57,045,696)	(22,747,067)
Loss per unit of adjustment	(54,969,179)	(22,345,643)

Note 29.
DISCONTINUED OPERATIONS

On October 13, 2020, Aguas Andinas completed the sale of its direct and indirect participation (through Iberaguas Ltda.) in ESSAL to Eco Acquisitionco SpA, a company incorporated in Chile and controlled by the Canadian company Algonquin Power & Utilities Corp. As a result of this operation and in accordance with IFRS 5, the line "Discontinued operations" reflects the after-tax results of the sale of the subsidiaries Iberaguas Ltda. and ESSAL S.A. together with the accumulated results as of September 2020 (the date on which control was exercised).

	31-12-2020 ThCh\$
Income (loss) before income taxes from discontinued operations	5,675,454
Income tax (expense) income	(1,328,853)
Income (loss) after income taxes from discontinued operations	4,346,601
Income before income taxes on sale of subsidiaries	(14,738,596)
(Income tax (expense) income from income taxes	22,063,438
After-tax gain (loss) on sale of subsidiaries	7,324,842
Profit (loss) from discontinued operations	11,671,443

The statements of income by nature and cash flows of Iberaguas Ltda. and ESSAL (1) S.A. as of December 31, 2020 are presented below:

STATEMENTS OF INCOME BY TYPE	31-12-2020 ThCh\$
Income from ordinary activities	47,298,245
Raw materials and consumables used	(7,256,365)
Employee benefits expense	(7,824,215)
Depreciation and amortization expense	(8,925,878)
Other expenses, by nature	(14,719,326)
Other (loss) income	512,818
Profit (loss) from operating activities	9,085,279
Financial income	230,761
Finance costs	(2,528,959)
Income (loss) from interest income (expense)	(1,111,627)
Income (loss) before income taxes	5,675,454
Income tax (expense) income	(1,328,853)
Profit (loss) from discontinued operations	4,346,601
Profit (loss) attributable to non-controlling interests of discontinued operations.	1,672,121

(1) Includes third party participations for the allocation at market value of the assets and liabilities originated in the purchase of Inversiones Iberaguas Ltda. and ESSAL S.A., at the time of the business combination.

STATEMENTS OF CASH FLOWS	31-12-2020 ThCh\$
Types of cash receipts from operating activities	51,809,575
Proceeds from sales of goods and services rendered	49,895,883
Proceeds from premiums and benefits, annuities and other benefits from underwritten policies	1,913,692
Types of cash payments from operating activities	(43,887,557)
Payments to suppliers for the supply of goods and services	(30,307,009)
Payments to and on behalf of employees	(9,875,638)
Other payments for operating activities	(3,704,910)
Cash flows from (used in) operations	(32,731)
Income taxes paid (reimbursed)	(32,731)
Cash flows provided by (used in) operating activities	7,889,287
Purchases of property, plant and equipment	(15,553,501)
Cash flows from (used in) investing activities	(15,553,501)
Amounts from long-term borrowings	554,583
Amounts from short-term borrowings	12,909,796
Amounts provided by borrowings, classified as financing activities	13,464,379
Loan repayments	(2,989,948)
Cash flows from (used in) financing activities	10,474,431
Net increase (decrease) in cash and cash equivalents	2,810,217
Cash and cash equivalents at beginning of period	1,119,988
Cash and cash equivalents at the end of the period	3,930,205

Note 30.
BUSINESS SEGMENTS

The Group discloses segment information in accordance with IFRS No. 8, "Operating Segments", which establishes the standards for reporting operating segments and related disclosures for products and services. Operating segments are defined as components of an entity for which there is separate financial information that is regularly used by management to make decisions, such as allocating resources and evaluating performance.

The Group manages and measures the performance of its operations by business segment. The internally reported operating segments are as follows:

- Operations related to the sanitation (water) business.
- Operations not related to the sanitation business (not water).

Description types of products and services that provide revenues for each reportable segment

The Water segment only includes sanitation services that allow the delivery of products and services for the production and distribution of potable water together with the collection and treatment of sewage. The subsidiaries Aguas Andinas S.A., Aguas Cordillera S.A. and Aguas Manquehue S.A. are classified in this segment.

The Non-Water segment includes services related to environmental analysis, treatment of industrial waste (Riles), integral engineering services, such as the sale of products related to sanitation services and energy projects. The subsidiaries included are EcoRiles S.A., Análisis Ambientales S.A., Gestión y Servicios S.A. and Aguas del Maipo S.A.

General information about results, assets, liabilities and equity and cash flows

Totals on general information on results	31-12-2021		31-12-2020	
	Water ThCh\$	Non-Water ThCh\$	Water ThCh\$	Non-Water ThCh\$
Revenues from ordinary activities from external customers	475,494,190	30,965,443	450,436,685	28,336,878
Intersegment revenues from ordinary activities	606,007	4,615,666	910,103	3,398,711
Subtotal revenues from external customers and transactions with other operating segments within the same entity	476,100,197	35,581,109	451,346,788	31,735,589
Raw materials and consumables used	(43,200,272)	(11,528,125)	(33,226,241)	(10,502,086)
Employee benefit expenses	(45,554,510)	(9,555,825)	(46,111,746)	(9,194,593)
Operating expenses	(131,189,436)	(7,834,747)	(141,424,732)	(7,261,954)
Depreciation and amortization	(67,120,199)	(2,119,231)	(65,335,155)	(1,828,695)
Reversal of impairment losses	-	-	(1,404,946)	-
Other gains and expenses	3,687,752	(13,642)	(3,599,552)	(367,740)
Financial income	5,134,105	16,320	4,012,338	3,018
Finance costs	(27,793,944)	(145,059)	(28,121,037)	(198,182)
Income (loss) from adjustment units and foreign exchange differences	(54,261,778)	106,705	(22,871,070)	31,634
Income (loss) before taxes	115,801,915	4,507,505	113,264,647	2,416,991
Income tax expense	(19,007,029)	(655,857)	(26,020,405)	(967,181)
Profit (loss) from discontinued operations	-	-	11,671,443	-
Segment profit	96,794,886	3,851,648	98,915,685	1,449,810
Segment income (loss) attributable to owners of the controlling entity	96,792,881	3,851,648	97,241,858	1,449,810
Segment profit (loss) attributable to non-controlling interests	2,005	-	1,673,827	-

Total comprehensive information about assets, liabilities and shareholders' equity	31-12-2021		31-12-2020	
	Water ThCh\$	Non-Water ThCh\$	Water ThCh\$	Non-Water ThCh\$
Current assets	272,278,299	21,331,791	301,682,738	17,521,603
Non-current assets	1,926,039,289	21,408,522	1,822,353,094	21,547,013
Total Assets	2,198,317,588	42,740,313	2,124,035,832	39,068,616
Current liabilities	244,147,834	15,577,669	249,034,073	13,332,476
Non-current liabilities	1,136,953,787	1,830,898	1,058,441,216	1,547,876
Total Liabilities	1,381,101,621	17,408,567	1,307,475,289	14,880,352
Equity attributable to owners of controlling interest	817,188,469	25,331,746	816,534,978	24,188,264
Non-controlling interests	27,498	-	25,565	-
Total Equity	817,215,967	25,331,746	816,560,543	24,188,264
Total Equity and Liabilities	2,198,317,588	42,740,313	2,124,035,832	39,068,616

Statements of cash flows	31-12-2021		31-12-2020	
	Water ThCh\$	Non-Water ThCh\$	Water ThCh\$	Non-Water ThCh\$
Cash flows provided by (used in) operating activities	228,317,309	5,381,912	180,852,267	4,441,013
Cash flows provided by (used in) investing activities	(156,405,754)	(2,200,085)	(76,282,770)	(993,800)
Cash flows provided by (used in) financing activities	(84,945,654)	(1,580,000)	(4,038,882)	(1,095,000)

Significant items of income and expense by segment

Water and Non-Water Segment

The significant items of ordinary income and expenses are mainly those related to the segment's activity. On the other hand, there are also relevant amounts related to depreciation expenses, personnel, and other miscellaneous expenses, among which outsourced services are relevant.

Income

The Company's revenues are derived principally from regulated services corresponding to: the production and distribution of potable water, collection, treatment and disposal of sewage and other regulated services (which include revenues related to supply shut-off and repositioning charges, monitoring of industrial liquid waste discharge and fixed charges).

Detail of significant revenue items

Water segment

The significant items of ordinary revenues are mainly those related to the activity of the potable water and sewage business, i.e., revenues from water sales, over consumption, variable charge, fixed charge, sewer service, use of sewage collector and sewage treatment.

Rates

The most important factor that determines the Company's results of operations and financial position is the tariffs set for its sales and regulated services. As regulated companies, Aguas Andinas and its sanitation subsidiaries are supervised by the SISS and their tariffs are set in accordance with the Sanitation Services Tariffs Law D.F.L. No. 70 of 1988.

The tariff levels are reviewed every five years and, during this period, are subject to readjustments linked to an indexation polynomial, if the accumulated variation since the previous adjustment is equal to or greater than plus or minus 3.0%, according to calculations based on various inflation indexes.

Specifically, readjustments are applied based on formulas that include the Consumer Price Index, the Manufacturing Sector Imported Goods Price Index and the Manufacturing Industry Sector Producer Price Index, all measured by the Chilean National Institute of Statistics. In addition, the tariffs are subject to readjustment to reflect additional services or better standards previously authorized by the SISS.

The tariffs in effect for the period 2020-2025 were approved by Decree No. 33 dated May 5, 2020, for Aguas Andinas S.A., of the Ministry of Economy, Development and Tourism and came into effect on March 1, 2020 (published in the Official Gazette on December 2, 2020). The current tariffs of Aguas Cordillera S.A. for the five-year period 2020-2025 were approved by Decree No. 56 dated September 11, 2020, and became effective as of June 30, 2020 (published in the Official Gazette on February 24, 2021) and the current tariffs of Aguas Manquehue S.A. for the five-year period 2020-2025 were approved by Decree No. 56 dated September 11, 2020, and became effective as of June 30, 2020 (published in the Official Gazette on February 24, 2021). 2020-2025 were approved by Decree No. 69 dated October 27,

2020 (published in the Official Gazette on March 13, 2021) and became effective as of May 19, 2020 for the Santa María and Trapenses systems, April 22, 2019 for Group 3 Chamisero, July 9, 2020 for Group 2 Chicureo and June 22, 2021 for Group 4 Valle Grande III.

Specifically, the adjustments are applied based on formulas that include the Consumer Price Index, the Manufacturing Sector Imported Goods Price Index and the Manufacturing Industry Sector Producer Price Index, all measured by the Chilean National Institute of Statistics. The latest indexations made by each Group Company were applied on the following dates:

Aguas Andinas S.A.

Group 1 January 2020, March 2021, August 2021 and November 2021
Group 2 January 2020, March 2021, July 2021 and October 2021

Aguas Cordillera S.A.

March 2020, May 2021, September 2021 and December 2021

Aguas Manquehue S.A.

Santa María May 2020, June 2021, September 2021 and December 2021
Los Trapenses May 2020, June 2021, September 2021 and December 2021
Chamisero May 2020, July 2021 and October 2021
Chicureo January 2020, June 2021, September 2021 and December 2021
Valle Grande 3 January 2020 and October 2021

Additionally, the tariffs were increased due to investment works that were approved in the respective tariff decrees. The works mentioned are as follows:

Aguas Andinas S.A.

Pirque Ponds (March 2020)
La Farfana Nitrate Treatment (March 2021)

Aguas Cordillera S.A.

Safety work (September 2021)

Non-water segment

The significant items of ordinary income are mainly those related to the segment's activity and are closely related to the main activity of each subsidiary, this involves the sale of materials to third parties, income from the operation of the liquid industrial waste treatment plant, income from services and analysis of potable water and sewage and the sale of biogas.

Detail of significant expense items

Water segment

Significant expense items are mainly those related to salaries, electricity, operation of the sewage treatment plant, depreciation of real estate and personal property, financial interest expense, income tax expense.

Non-water segment

Significant expense items are mainly those related to compensation, cost of materials for sale and income tax expense.

Detail of explanation of measurement of results, assets, liabilities and equity and cash flows of each segment.

The measurement applicable to segments corresponds to the grouping of those subsidiaries directly related to the segment.

The accounting criterion corresponds to the recording of those economic events in which rights and obligations emanate in the same sense that arise between economic relationships with third parties. The particularity is that these records will generate committed balances in an asset and liability account according to the spirit of the transaction in each related company according to the segment in which it participates. These accounts, called accounts receivable or payable with related companies, must be netted at the time of consolidating financial statements according to the consolidation rules explained in IFRS 10.

There are no differences in the nature of the measurement of results, since, according to the standard, there are no accounting policies that state different cost allocation criteria or similar.

Reconciliation of revenues from ordinary activities	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Income from ordinary activities of the segments	511,681,306	483,082,377
Elimination of corporate headquarters accounts with segments	(1,146)	(4,502)
Elimination of intersegment ordinary activities	(5,221,673)	(4,308,814)
Income from ordinary activities	506,458,487	478,769,061

Reconciliation of income	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Consolidation of total segment income (loss)	100,644,529	98,691,668
Elimination of corporate headquarters accounts with segments	(1,435,542)	(1,221,708)
Consolidation of intersegment profit (loss) elimination	2,005	1,673,827
Consolidation of gain (loss)	99,210,992	99,143,787

There are no differences in the nature of the measurement of assets and liabilities since, according to the standard, there are no accounting policies that show different allocation criteria.

Reconciliation of assets, liabilities and equity of the segments	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Reconciliation of assets		
Consolidation of total segment assets	2,241,057,901	2,163,104,448
Elimination of corporate head office accounts with segments	272,600,636	274,594,268
Elimination of intersegment accounts	(11,836,291)	(18,667,960)
Total Assets	2,501,822,246	2,419,030,756
Reconciliation of liabilities		
Consolidation of total liabilities of segments	1,398,510,188	1,322,355,641
Elimination of corporate headquarters' accounts with segments	758,109	1,695,694
Elimination of intersegment accounts	(11,836,291)	(18,667,961)
Total liabilities	1,387,432,006	1,305,383,374
Reconciliation of shareholders' equity		
Consolidation of segments	842,520,215	840,723,242
Elimination of corporate head office accounts with the segments	(148,555,345)	(146,602,635)
Shareholders' equity attributable to owners of the controlling entity	693,964,870	694,120,607

There are no differences in the nature of the measurement of cash flows since, according to the standard, there are no accounting policies that show different allocation criteria.

Reconciliation of operating cash flows of segments	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Consolidation of operating cash flows of segments	233,699,221	185,293,280
Elimination of corporate headquarters accounts with segments	(1,253,422)	(1,574,504)
Elimination of intersegment accounts	(2,500,000)	-
Total operating cash flows	229,945,799	183,718,776

Reconciliation of the investment flows of segments	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Consolidation of the investment flows of the segments	(158,605,839)	(77,276,570)
Elimination of corporate head office accounts with segments	14,756	-
Elimination of intersegment accounts	920,000	(1,095,000)
Total investment flows	(157,671,083)	(78,371,570)

Reconciliation of the financial flows of the segments	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Consolidation of segment financial flows	(86,525,654)	(5,133,882)
Elimination of corporate head office accounts with segments	(735,035)	3,599,411
Elimination of intersegment accounts	1,580,000	1,095,000
Total financial flows	(85,680,689)	(439,471)

INFORMATION ON MAJOR CUSTOMERS

Main customers in the water segment

- I. Municipality of P. Alto
 - I. Municipality of Santiago
 - I. Municipality of La Florida
 - El Peñon SpA.
 - I. Municipality of Peñalolén
- Adm. de C. Comerciales CENCOSUD SpA.
 - Ministry of Public Works
 - Metro S.A.
 - I. Municipality of San Bernardo
 - Metropolitan Region Regional Government

Main customers in the non-water segment

- Papeles Cordillera S.A.
 - EME Serv. Generales Ltda.
 - Inm. Constructora N. Pacífico
 - Cartulinas CMPC S.A.
 - Watt's S.A.
- Soprole S.A.
 - Echeverria Izquierdo Ing. y Construcción S.A.
 - Constructora Pérez y Gómez Ltda.
 - Agroindustrial El Paico S.A.
 - Agricultural and Dairy Cooperative La Unión

Types of products water segment - Non-water

Water segment

The types of products and services for the water segment are as follows:

- Production and distribution of potable water.
- Sewage collection and treatment.

Segment comprised of Aguas Andinas S.A., Aguas Cordillera S.A. and Aguas Manquehue S.A.

Non-water segment

The types of products and services for the non-water segment are as follows:

- Outsourcing service in operations of industrial waste treatment plants and treatment of excess organic load (subsidiary EcoRiles S.A.).
- Physical, chemical and biological analysis of water, air and solids (subsidiary Análisis Ambientales S.A.).
- Integral engineering services and sale of products such as pipes, valves, faucets and other related products (subsidiary Gestión y Servicios S.A.).
- Energy projects (subsidiary Aguas del Maipo S.A.).

Nota 31.
EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit (loss) attributable to equity holders of the Parent Company by the weighted average number of common shares outstanding during the period.

Earnings per share		31-12-2021	31-12-2020
Profit attributable to holders of equity instruments of the parent company	ThCh\$	48,989,722	48,225,127
Earnings available for common stockholders, basic	ThCh\$	48,989,722	48,225,127
Weighted average number of shares, basic		1,000,000,000	1,000,000,000
Earnings per share	\$	48,990	48,225

Disclosure of diluted earnings (loss) per share information

The Company has not entered into any transactions with a potential dilutive effect that would result in earnings per diluted share other than basic earnings per share.

Note 32.

FINANCIAL STATEMENTS OF SUBSIDIARIES

The summarized information of the statement of financial position and statement of comprehensive income of each of the Subsidiaries included in the consolidated financial statements is as follows:

Summary Financial Information of Subsidiaries (Statement of Financial Position) as of December 31, 2021

31-12-2021	Current assets ThCh\$	Non-Current assets ThCh\$	Current liabilities ThCh\$	Non-current liabilities ThCh\$	Equity ThCh\$
Subsidiaries					
Aguas Andinas S.A.	291,908,859	1,807,080,049	207,806,914	1,048,661,779	842,520,215
Aguas Cordillera S.A.	17,695,805	384,780,300	62,258,930	64,406,394	275,810,781
Aguas Manquehue S.A.	6,712,447	97,973,115	18,120,800	23,885,615	62,679,147
EcoRiles S.A.	8,208,979	916,833	3,167,122	44,354	5,914,336
Gestión y Servicios S.A.	5,670,967	2,525,143	3,493,377	966,417	3,736,316
Análisis Ambientales S.A.	4,739,859	6,240,863	1,912,185	818,268	8,250,269
Aguas del Maipo S.A.	2,316,241	11,725,683	6,609,241	1,859	7,430,824

Summarized financial information of subsidiaries (Statement of Comprehensive Income) as of December 31, 2021

31-12-2021	Net income for the year ThCh\$	Ordinary income ThCh\$	Operating expenses ThCh\$	Other (expense) net income ThCh\$
Subsidiaries				
Aguas Andinas S.A.	100,644,529	417,930,348	[255,352,037]	[61,933,782]
Aguas Cordillera S.A.	20,113,674	57,095,438	[37,609,591]	627,827
Aguas Manquehue S.A.	4,471,850	19,243,191	[12,271,568]	[2,499,773]
EcoRiles S.A.	2,196,969	17,157,185	[14,103,627]	[856,589]
Gestión y Servicios S.A.	493,066	10,088,904	[9,818,452]	222,614
Análisis Ambientales S.A.	1,233,027	10,069,396	[8,406,320]	[430,049]
Aguas del Maipo S.A.	[71,414]	896,583	[1,340,489]	372,492

Summary Financial Information of Subsidiaries (Statement of Financial Position) as of December 31, 2020

31-12-2020	Current assets ThCh\$	Non-Current assets ThCh\$	Current liabilities ThCh\$	Non-current liabilities ThCh\$	Equity ThCh\$
Subsidiaries					
Aguas Andinas S.A.	314,668,175	1,704,101,532	211,310,021	966,736,445	840,723,241
Aguas Cordillera S.A.	14,164,001	358,800,642	52,557,958	63,989,171	256,417,514
Aguas Manquehue S.A.	5,660,146	98,536,028	17,975,680	27,715,600	58,504,894
EcoRiles S.A.	7,691,327	842,044	2,726,102	39,421	5,767,848
Gestión y Servicios S.A.	4,986,928	2,734,194	3,300,483	1,067,776	3,352,863
Análisis Ambientales S.A.	3,789,679	5,782,463	1,570,420	436,408	7,565,314
Aguas del Maipo S.A.	1,308,730	12,188,311	5,990,531	4,272	7,502,238

Summarized financial information of subsidiaries (Statement of Comprehensive Income) as of December 31, 2020

31-12-2020	Net income for the year ThCh\$	Ordinary income ThCh\$	Operating expenses ThCh\$	Other (expense) net income ThCh\$	Discontinued operations ThCh\$
Subsidiaries					
Aguas Andinas S.A.	98,691,668	397,201,968	[257,610,925]	[48,224,216]	7,324,841
Aguas Cordillera S.A.	17,105,385	55,124,290	[36,454,036]	[1,564,869]	-
Aguas Manquehue S.A.	3,314,924	16,316,315	[10,761,326]	[2,240,065]	-
Inversiones Iberaguas Ltda. (*)	2,730,979	-	-	-	2,730,979
ESSAL S.A. (*)	5,361,039	-	-	-	5,361,039
EcoRiles S.A.	2,018,827	16,282,874	[13,390,610]	[873,437]	-
Gestión y Servicios S.A.	120,654	8,917,094	[8,708,217]	[88,223]	-
Análisis Ambientales S.A.	1,058,153	9,616,567	[8,015,058]	[543,356]	-
Aguas del Maipo S.A.	[994,535]	339,931	[1,341,031]	6,565	-

(*) These balances correspond to September 30, 2020, since on October 13, 2020, Aguas Andinas completed the sale of its direct and indirect participation (through Iberaguas Ltda.) in ESSAL to Eco Acquisitionco SpA, a company incorporated in Chile and controlled by the Canadian company Algonquin Power & Utilities Corp. therefore, as of that date these companies are not part of the consolidation perimeter.

Detail of significant subsidiaries

The definition of significant subsidiaries is based on their percentage share of operating results and their share of fixed assets and results for the period with respect to the consolidated financial statements. The following companies are considered significant subsidiaries:

Name of significant subsidiary	Aguas Andinas S.A.	Aguas Cordillera S.A.	Aguas Manquehue S.A.
RUT	61.808.000-5	96.809.310-k	89.221.000-4
Country	Chile	Chile	Chile
Functional currency	Pesos Chilenos	Pesos Chilenos	Pesos Chilenos
Percentage of ownership in significant subsidiary	50.10234%	99.99003%	100.00000%
Percentage of voting power in significant subsidiary	50.10234%	99.99003%	100.00000%
Percentage of consolidated values as of December 31, 2021			
Contribution margin	84.62%	10.14%	3.63%
Property, plant and equipment	81.83%	13.13%	4.44%
Profit for the period	78.46%	15.96%	4.58%

The subsidiary Aguas Andinas S.A. will be prohibited from distributing dividends, except for the mandatory minimum, in the event of default or delay in the payment of any installment of one of the current loans.

Note 33.

IMPAIRMENT OF ASSETS

Disclosures on impairment of assets by cash-generating unit

A Cash Generating Unit (CGU) is defined as each Company as a whole, since each one individually is capable of generating future economic benefits and represents the smallest group of assets that generate independent cash flows. In accordance with the standard, the Company shall assess, at each balance sheet date, whether there is any indication of impairment of any asset. If such an indication exists, the Company estimates the recoverable amount of the asset. Assets with indefinite useful lives and goodwill are tested for impairment at least at year-end or whenever there is an indication of impairment.

For intangible assets with indefinite useful lives, water rights, a valuation study is performed at market prices, which are compared with the values assigned as deemed cost at the date of adoption of IFRS. For the lower values, the value in use is calculated, considering the different companies as CGUs, using the latest available budget estimates for the companies in the medium term and different parameters such as discount rates according to models widely used in the market.

The parameters are established through the information in force for risk-free rates and those of the relevant market, useful life of each company's own assets and usual income growth rates for the companies, considering population growth and variations in consumption over the years.

The recoverable amount is the higher of fair value less cost to sell and value in use, which is the present value of estimated future cash flows. Value in use is the approach used by the Group to calculate the recoverable amount of property, plant and equipment, goodwill and intangible assets.

To estimate the value in use of the CGU, the Group prepares projections of future pre-tax cash flows based on the budget available at the time of the impairment test. These budgets incorporate the best estimates, past experience and future expectations of the Group's management.

Revenues and costs are projected with a growth rate equal to inflation, investments are projected by the value of depreciation of property, plant and equipment and intangibles increased by inflation and the variation in working capital is estimated according to the variation between each year of the operating financing needs.

To obtain the present value, cash flows are discounted at a pre-tax rate of 8.44% nominal annual rate, which includes the cash flows generated from the beginning of the following year until the end of the average remaining useful life of the assets, and the residual value of the perpetuity of the last cash flow is added.

The pre-tax discount rate is determined considering that the present value of the after-tax cash flows should be equal to the present value of the pre-tax cash flows.

The horizon for the projection of future cash flows corresponds to the average remaining useful life of the CGU's assets, i.e. 15 years. Additionally, the investments are authorized by the Superintendency of Sanitation Services in a

development plan, under the figure of an indefinite concession and in a stable regulatory framework.
The approach used by the company to assign value to each key assumption used to project cash flows considers:

- Inflation of 4.5% for 2022 and 3.0% from 2023 onwards.
- Discount rate: weighted average cost of capital (WACC) after tax obtained from market information.
- WACC before tax is obtained by finding the target rate that yields the net present value obtained by discounting the cash flows at the WACC after tax.
- Projection period: 15 years plus perpetuity. The projection period is obtained by dividing net assets into depreciation and amortization and depreciation and amortization for the last 12 months.
- Perpetuity: flow of the last period, discounted at the WACC obtained minus inflation and brought to the present at the same WACC.

The Company and Subsidiaries test their intangible assets with indefinite useful lives and goodwill for impairment on an annual basis.

As of December 31, 2021 and 2020 the respective impairment tests were performed, based on estimates and projections available to the Group. These estimates indicated that the benefits attributable to the investments with lower associated values individually exceed their consolidated book value in all cases, as well as intangible assets with indefinite useful lives were evaluated resulting in a higher value than that recorded in books.

As of December 31, 2021 and 2020, no impairment of assets has been recorded, nor are there any indications of impairment.

COVID-19: the company does not show signs of impairment, since the company provides basic services under a concession regime, and therefore the Group has not had significant impacts on its financial statements as a result of the COVID-19 pandemic.

Note 34.
WARRANTIES AND RESTRICTIONS

1) Direct guarantees

Among the main ones are the Superintendencia de Servicios Sanitarios to guarantee the conditions of service provision and development programs in the company's concession areas, SERVIU Metropolitano to guarantee the replacement of pavements and other institutions for the total amount of ThCh\$41,809,342 and ThCh\$41,393,103 as of December 31, 2021 and 2020, respectively.

The detail of the main guarantees exceeding Th\$10,000 thousand is as follows:

Collateral Creditor	Debtor Name	Guarantee Type	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Asociación de Canalistas del Maipo	Aguas Andinas S.A.	Bond	8,822,693	8,298,964
Comité Innova Chile	Aguas Andinas S.A.	Bond	172,731	240,000
Constructora San Francisco	Aguas Andinas S.A.	Bond	154,959	145,352
Dirección General de Aeronáutica Civil	Aguas Andinas S.A.	Bond	12,397	11,628
Dirección Obras Hidráulicas	Aguas Andinas S.A.	Bond	190,169	430,804
Ferrocarriles	Aguas Andinas S.A.	Bond	-	43,605
Gobierno Regional Metropolitano	Aguas Andinas S.A.	Bond	-	39,624
Municipalidad de Nuñoa	Aguas Andinas S.A.	Bond	290,775	-
Municipalidad de Providencia	Aguas Andinas S.A.	Bond	47,293	88,723
Municipalidad de La Reina	Aguas Andinas S.A.	Bond	46,488	72,676
Municipalidad de Santiago	Aguas Andinas S.A.	Bond	28,822	27,035
Municipalidad La Florida	Aguas Andinas S.A.	Bond	562,439	507,809
Municipalidad Peñalolen	Aguas Andinas S.A.	Bond	50,325	47,205
Ministerio de Obras Publicas	Aguas Andinas S.A.	Bond	1,273,264	380,206
Municipalidad de Vitacura	Aguas Andinas S.A.	Bond	58,884	55,234
SERVIU Metropolitano	Aguas Andinas S.A.	Bond	16,764,697	17,548,872
Superintendencia de Servicios Sanitarios	Aguas Andinas S.A.	Bond	3,125,083	2,903,457
Asociación de Canalistas Del Maipo	Aguas Cordillera S.A.	Bond	1,125,420	1,003,785
Municipalidad de Las Condes	Aguas Cordillera S.A.	Bond	171,000	171,000
Municipalidad de Lo Barnechea	Aguas Cordillera S.A.	Bond	15,496	336,290
Municipalidad de Vitacura	Aguas Cordillera S.A.	Bond	61,983	58,141
Ministerio de Obras Publicas	Aguas Cordillera S.A.	Bond	461,219	432,625
SERVIU Metropolitano	Aguas Cordillera S.A.	Bond	388,252	596,442
Superintendencia de Servicios Sanitarios	Aguas Cordillera S.A.	Bond	-	34,884
Asociación de Canalistas Del Maipo	Aguas Manquehue S.A.	Bond	1,707,715	1,601,841
Municipalidad de Lo Barnechea	Aguas Manquehue S.A.	Bond	38,450	-
Municipalidad de Vitacura	Aguas Manquehue S.A.	Bond	38,208	11,628
Superintendencia de Servicios Sanitarios	Aguas Manquehue S.A.	Bond	1,127,727	986,996
SERVIU Metropolitano	Aguas Manquehue S.A.	Bond	113,820	113,506
Condominio Cumbres del Cóndor	Aguas Manquehue S.A.	Bond	30,000	-
Prolesur S.A.	EcoRiles S.A.	Bond	52,923	-
Embotelladoras Chilenas Unidas	EcoRiles S.A.	Bond	21,957	-
SERVIU Metropolitano	Gestión y Servicios S.A.	Bond	1,561,998	2,033,686
Ecometales Limited Agencia	Anam S.A.	Bond	10,335	-
Aguas Antofagasta	Anam S.A.	Bond	-	37,326
CMPC Pulp Spa	Anam S.A.	Bond	11,839	11,105
Sociedad de Exploración y Desarrollo Minero	Anam S.A.	Bond	30,000	-
Corporación Nacional del Cobre	Anam S.A.	Bond	-	18,881
Dirección General del Territorio Marítimo y Marina Mercante de Chile	Anam S.A.	Bond	115,226	115,226
Superintendencia del Medio Ambiente	Anam S.A.	Bond	15,496	14,535
Totals			38,700,083	38,419,091

The following are the principal bond and loan restrictions observed by the Company:

b) Restrictions for bond issuance

I) AGUAS ANDINAS S.A.

The Company has restrictions and obligations arising from bond issues made in the domestic market, where those related to financial metrics are as follows:

1. Series M, P, Q, S, U, V, W, X, Z and AA bonds:
Maintain at the close of each quarter of the Issuer's Financial Statements, a Debt Level no greater than 1.5 times. Notwithstanding the above, the above limit will be adjusted according to the quotient between the Consumer Price Index of the month in which the Indebtedness Level is calculated and the Consumer Price Index of December 2009. However, the above limit will be adjusted up to a maximum level of 2 times. For these purposes, the level of indebtedness will be defined as the ratio between the Expendable Liabilities and the Total Net Equity. The Issuer's Current Liabilities shall be defined as the sum of Total Current Liabilities and Total Non-Current Liabilities. For purposes of determining the aforementioned ratio, the amount of all guarantees, simple or joint and several bonds, joint and several co-debts or other guarantees, personal or in rem, that the Issuer or its subsidiaries may have granted to guarantee third party obligations, except for: (i) those granted by the Issuer or its subsidiaries to guarantee third party obligations: (i) those granted by the Issuer or its Subsidiaries for obligations of other Subsidiaries of the Issuer, (ii) those granted by Subsidiaries of the Issuer for obligations of the Issuer, and (iii) those granted to public institutions to guarantee compliance with sanitation legislation and the execution of works in public spaces. For the foregoing purposes, Total Net Worth will correspond to the amount resulting from the difference between the Total Assets accounts and the sum of the Total Current Liabilities and Total Non-Current Liabilities accounts of the Issuer's consolidated Financial Statements.

Limit Gross Indebtedness Level as of December 31, 2021:
Corresponds to the maximum level of 2 times, with cumulative inflation of 50.4%..
Gross indebtedness level at December 31, 2021: 1.65

2. AC, AD and AE series bonds:
Maintain at the close of each quarter of the Issuer's Financial Statements, a Debt Level no greater than 1.5 times. Notwithstanding the foregoing, the above limit shall be adjusted according to the quotient between the Consumer Price Index of the month in which the Indebtedness Level is calculated and the Consumer Price Index of December 2009. For these purposes, the level of indebtedness will be defined as the ratio between the Net Expendable Liabilities and the Total Net Equity. The Issuer's Net Liabilities will be defined as the sum of Total Current Liabilities and Total Non-Current Liabilities minus the "Cash and Cash Equivalents" account in its Financial Statements. For purposes of determining the aforementioned ratio, Net Liabilities include the amount of all guarantees, simple or joint and several bonds, joint and several co-debts or other guarantees, personal or real, that the Issuer or its subsidiaries may have granted to guarantee third party obligations, with the exception of: (i) those granted by the Issuer or its subsidiaries to guarantee the obligations of third parties: (i) those granted by the Issuer or its Subsidiaries for obligations of other

Subsidiaries of the Issuer, (ii) those granted by Subsidiaries of the Issuer for obligations of the Issuer, and (iii) those granted to public institutions to guarantee compliance with sanitation legislation, the execution of works in public spaces and the provision of advisory and technical inspection services for rural potable water projects. For the above purposes, Total Net Worth will correspond to the amount resulting from the difference between the Total Assets accounts and the sum of the Total Current Liabilities and Total Non-Current Liabilities accounts of the Issuer's consolidated Financial Statements.

Net Debt Level Limit as of December 31, 2021: 2.26 times, with cumulative inflation of 50.4%.
Net indebtedness level at December 31, 2021: 1.45

As of December 31, 2021, the tables for the determination of the net Debt Levels are as follows:

Net Debt Level	31-12-2021	
	ThCh\$	
	Bonds M, P, Q, S, U, V, W, X, Z y AA	Bonds AC, AD y AE
Total current liabilities	248,642,211	248,642,211
Total non-current liabilities	1,138,031,686	1,138,031,686
Total IFRS liabilities	1,386,673,897	1,386,673,897
Cash and cash equivalents	-	(163,513,314)
Guarantees with third parties (*)	597,242	597,242
Total liabilities due	1,387,271,139	1,223,757,825
Total assets	2,229,221,610	2,229,221,610
Total current liabilities	(248,642,211)	(248,642,211)
Total non-current liabilities	(1,138,031,686)	(1,138,031,686)
Total equity	842,547,713	842,547,713
Level of indebtedness		
Nivel de endeudamiento	1.65	1.45

3. Not to sell, assign or transfer essential assets (concession of public services granted by S.I.S.S. for Greater Santiago), except in the case of contributions or transfers of essential assets to Subsidiaries.

The Company is in compliance with all the requirements set forth in the bond agreements as of December 31, 2021 and 2020.

c) Restrictions for bank loans

i) Aguas Andinas S.A.

The Company has obligations and restrictions for obtaining loans contracted with several domestic banks, which establish the financial conditions detailed below:

a) Restrictions related to Banco BCI and Banco de Chile loans:

- 1) A level of indebtedness not exceeding one point five times, measured on the figures of its consolidated balance sheets. Notwithstanding the foregoing, the above limit will be adjusted according to the quotient between the Consumer Price Index of the month in which the level of indebtedness is

calculated and the Consumer Price Index of December 2009. For the period ending December 31, 2021, the variation of the debt level limit amounts to 2.26 times, being the accumulated inflation 50.4%. For these purposes, the level of indebtedness will be defined as the ratio between Net Liabilities and Total Equity. Net Liabilities are defined as the sum of Total Current Liabilities and Total Non-Current Liabilities minus Cash and Cash Equivalents in its consolidated financial statements. In determining the aforementioned ratio, Net Liabilities include the amount of all guarantees, simple or joint and several bonds, joint and several co-debts or other guarantees, personal or in rem, that the Issuer or its subsidiaries may have granted to secure third-party obligations, except for: (i) those granted by the Issuer or its Subsidiaries for obligations of other Subsidiaries of the Issuer, (ii) those granted by Subsidiaries of the Issuer for obligations of the Issuer, and (iii) those granted to public institutions to guarantee compliance with sanitation legislation, the execution of works in public spaces and the provision of advisory and technical inspection services for rural potable water projects. For the above purposes, the total Net Equity will correspond to the amount resulting from the difference between the Total Assets accounts and the sum of the Total Current Liabilities and Total Non-Current Liabilities accounts. Finally, as of December 31, 2021, the level of net indebtedness amounts to 1.45 times.

- 2) Prohibition to dispose of or lose ownership of essential assets, except in the case of contributions or transfers of essential assets to Subsidiaries.
- 3) Prohibition to distribute dividends, except for the mandatory minimum if there is a situation of default or delay in the payment of any installment of the loan.

b) Restrictions related to Scotiabank, Banco BICE and ITAÚ loans:

- 1) A level of indebtedness not exceeding one point five times, measured on the figures of its consolidated balance sheets. Notwithstanding the foregoing, the above limit will be adjusted according to the quotient between the Consumer Price Index of the month in which the level of indebtedness is calculated and the Consumer Price Index of December 2009. For the period ending December 31, 2021, the variation of the debt level limit amounts to 2.26 times, being the accumulated inflation 50.4%. For these purposes, the level of indebtedness will be defined as the ratio between Net Liabilities and Total Equity. Net Liabilities are defined as the sum of Total Current Liabilities and Total Non-Current Liabilities minus the Cash and Cash Equivalents account in its consolidated financial statements. Finally, as of December 31, 2021, the net debt level is 1.45 times.
- 2) Prohibition to dispose of or lose ownership of essential assets, except in the case of contributions or transfers of essential assets to Subsidiaries.
- 3) Prohibition to distribute dividends, except for the mandatory minimum if there is a situation of default or delay in the payment of any installment of the loan.

Summary of banking restrictions

As of December 31, 2021, the table for the determination of the net Debt Levels is as follows:

Level of indebtedness	31-12-2021 ThCh\$	
	BCI /Banco de Chile	Scotiabank/ Banco BICE/ ITAÚ
Total current liabilities	248,642,211	248,642,211
Total non-current liabilities	1,138,031,686	1,138,031,686
Total IFRS liabilities	1,386,673,897	1,386,673,897
Cash and cash equivalents	(163,513,314)	(163,513,314)
Guarantees with third parties	597,242	-
Total liabilities due from third parties	1,223,757,825	1,223,160,583
Total assets	2,229,221,610	2,229,221,610
Total current liabilities	(248,642,211)	(248,642,211)
Total non-current liabilities	(1,138,031,686)	(1,138,031,686)
Total equity	842,547,713	842,547,713
Level of indebtedness	1.45	1.45

The Company is in compliance with all bank loan restrictions as of December 31, 2021 and 2020.

ii) Aguas Cordillera S.A.

The Company has obligations and restrictions for obtaining a loan contracted with Banco Scotiabank (formerly BBVA), within which, the restrictions associated with financial metrics are detailed below:

- 1)
- A level of indebtedness not exceeding one point five times, measured on the figures of its consolidated balance sheets. Notwithstanding the foregoing, the above limit will be adjusted according to the quotient between the Consumer Price Index of the month in which the level of indebtedness is calculated and the Consumer Price Index of December 2009. For the period ending December 31, 2021, the variation of the debt level limit amounts to 2.26 times, being the accumulated inflation 50.4%. For these purposes, the level of indebtedness will be defined as the ratio between Net Liabilities and Total Equity. Net Liabilities are defined as the sum of Total Current Liabilities and Total Non-Current Liabilities minus the Cash and Cash Equivalents account in its consolidated financial statements. Finally, Total Shareholders' Equity will correspond to the amount resulting from the difference between Total Assets and the sum of Total Current Liabilities and Total Non-Current Liabilities. As of December 31, 2021, the level of net indebtedness amounts to 0.59 times.

Level of indebtedness	31-12-2021 ThCh\$
Total current liabilities	78,550,772
Total non-current liabilities	88,292,010
Total IFRS liabilities	166,842,782
Cash and cash equivalents	(3,749,964)
Total liabilities due	163,092,818
Total assets	442,653,833
Total current liabilities	(78,550,772)
Total non-current liabilities	(88,292,010)
Total shareholders' equity	275,811,051
Level of indebtedness	0.59

- 2)
- A ratio of EBITDA over Net Financial Expenses greater than 3 times. For these purposes, Ebitda is defined as Profit/Loss from operating activities plus depreciation for the year, plus amortization of Intangible Assets and Net Financial Expenses as the difference in absolute value between the Financial Costs and Financial Income account. As of December 31, 2021, the coverage ratio amounts to 51.83 times.

Coverage of financial expenses	31-12-2021 ThCh\$
Profit (loss) from operating activities	26,249,596
Depreciation and amortization expense	8,297,078
EBITDA	34,546,674
Finance costs	(1,332,739)
Financial income	666,263
Net Financial Expenses	(666,476)
Financial Expense Coverage	51.83

The Company is in compliance with all bank loan restrictions as of December 31, 2021 and 2020.

3) Guarantees obtained from third parties

As of December 31, 2021 and 2020, the Company has received guarantee documents for ThCh\$ 68,584,409 and ThCh\$ 65,336,000, respectively, which are mainly originated by construction contracts with construction companies to guarantee the faithful fulfillment of the contract. In addition, there are other guarantees for service contracts and the acquisition of materials that guarantee their timely delivery.

Details of the most significant bank guarantees received as of December 31, 2021 are summarized below:

Company	Contractor or Supplier	31-12-2021 ThCh\$	Due Date
Aguas Andinas S.A.	HRI S.A.	105,988	17-06-2022
Aguas Andinas S.A.	Montecorvo ingeniería y contruccion	117,115	06-08-2022
Aguas Andinas S.A.	Empresa Cosntructora Ricardo	183,802	12-09-2022
Aguas Andinas S.A.	Empresas jordan s.a.	157,730	06-12-2022
Aguas Andinas S.A.	I C M S.A.	117,296	02-01-2023
Aguas Andinas S.A.	ALD Automotive Ltda.	126,481	03-01-2023
Aguas Andinas S.A.	Inmobiliaria y Constructora Nueva Pacífico Sur Ltda.	122,272	16-01-2023
Aguas Andinas S.A.	Fast soluciones construcciones Ltda.	231,149	18-03-2023
Aguas Andinas S.A.	Montajes Almonacid SPA	103,112	28-03-2023
Aguas Andinas S.A.	Eugenio Patricio Toledo Fuentes EIRL	123,883	31-03-2023
Aguas Andinas S.A.	INLAC S.A.	248,161	30-04-2023
Aguas Andinas S.A.	Constructora Olbertz Ltda.	134,321	31-05-2023
Aguas Andinas S.A.	Dalco Ingenieria	221,899	28-08-2023
Aguas Andinas S.A.	INLAC S.A.	136,501	31-10-2023
Aguas Andinas S.A.	Suez medioambiente chile S.A.	120,891	02-01-2024
Aguas Andinas S.A.	Constructora Pérez y Gómez Ltda.	297,006	15-03-2024
Aguas Andinas S.A.	Ingeniería y construcción MST LTDA.	1,035,320	05-09-2024
Aguas Andinas S.A.	Inmobiliaria viviendas SPA	159,855	03-01-2022
Aguas Andinas S.A.	Hellema Hollamand Engineering Ltda.	393,414	13-01-2022
Aguas Andinas S.A.	Arrigoni ingeniería y construcción S.A.	346,550	23-01-2022
Aguas Andinas S.A.	Metlife chile seguros de vida S.A.	455,270	31-01-2022
Aguas Andinas S.A.	Emp.Const.Moller y Perez-Cotapos S.A.	122,417	31-01-2022
Aguas Andinas S.A.	Inmobiliaria y Constructora Nueva Pacífico Sur Ltda.	115,784	05-02-2022
Aguas Andinas S.A.	Inmobiliaria y Constructora Nueva Pacífico Sur Ltda.	102,088	05-02-2022
Aguas Andinas S.A.	Montecorvo ingeniería y construcción	114,733	15-02-2022
Aguas Andinas S.A.	Inmobiliaria Gama - Beta S.A.	235,785	15-02-2022
Aguas Andinas S.A.	Consortio nac. de dist. y log. S.A.	123,967	22-02-2022
Aguas Andinas S.A.	Terra australis inversiones inmobiliaria	247,934	28-02-2022
Aguas Andinas S.A.	C. de petróleos de chile copec S.A.	521,121	06-03-2022
Aguas Andinas S.A.	FCC Construcción S.A.	231,105	20-03-2022
Aguas Andinas S.A.	Echeverría Izquierdo Ing. Y Construcción	586,797	31-03-2022
Aguas Andinas S.A.	Aes gener S.A.	309,917	01-04-2022
Aguas Andinas S.A.	Consortio nac. de dist. y log. S.A.	123,967	04-04-2022
Aguas Andinas S.A.	Maria Hortencia Guzman Nieto	216,942	05-04-2022
Aguas Andinas S.A.	Constructora Concreta S.A.	139,463	15-04-2022
Aguas Andinas S.A.	Inmobiliaria viviendas 2000 SPA	328,512	22-04-2022
Aguas Andinas S.A.	Echeverría Izquierdo Ing. Y Construcción	1,396,577	02-05-2022
Aguas Andinas S.A.	Transporte Centro Sur-Norte S.A.	169,184	05-05-2022
Aguas Andinas S.A.	Inmobiliaria viviendas 2000 SPA	123,967	27-05-2022
Aguas Andinas S.A.	Suez medioambiente chile S.A.	957,324	30-05-2022
Aguas Andinas S.A.	Eulen Chile S.A.	247,934	31-05-2022
Aguas Andinas S.A.	Geotec- Boyles Bros S.A.	179,771	31-05-2022
Aguas Andinas S.A.	Inmobiliaria y Constructora Nueva Pacífico Sur Ltda.	247,934	01-06-2022
Aguas Andinas S.A.	Constructora Pérez y Gómez Ltda.	247,934	22-06-2022

Aguas Andinas S.A.	INLAC S.A.	270,996	30-06-2022
Aguas Andinas S.A.	Marketing relacional UPCOM Ltda.	247,934	30-06-2022
Aguas Andinas S.A.	Servicios HELPBANK S.A.	123,967	15-07-2022
Aguas Andinas S.A.	AKD Internacional Chile S.A.	354,450	18-07-2022
Aguas Andinas S.A.	Constructora Olbertz Ltda.	346,685	30-07-2022
Aguas Andinas S.A.	Cobra montaje servicios y agua Ltda.	107,270	09-08-2022
Aguas Andinas S.A.	Consortio BAPA GRAMATEC SPA	217,783	17-08-2022
Aguas Andinas S.A.	Cencosud Shopping S.A.	371,901	02-09-2022
Aguas Andinas S.A.	Consortio nac. de dist. y log. S.A.	123,967	14-09-2022
Aguas Andinas S.A.	Inmobiliaria Buin S.A.	178,605	14-10-2022
Aguas Andinas S.A.	Inmobiliaria y Constructora Nueva Pacífico Sur Ltda.	453,407	18-10-2022
Aguas Andinas S.A.	Constructora VALKO S.A.	464,876	15-11-2022
Aguas Andinas S.A.	Suez Biofactoría Andina Spa	1,333,653	18-11-2022
Aguas Andinas S.A.	Inmobiliaria Angostura SPA	247,934	27-11-2022
Aguas Andinas S.A.	Inmobiliaria monte Aconcagua S.A.	247,934	27-11-2022
Aguas Andinas S.A.	Anida consultores S.A.	139,729	01-12-2022
Aguas Andinas S.A.	Telefónica Empresas Chile S.A.	153,068	30-12-2022
Aguas Andinas S.A.	Constructora Pérez y Gómez Ltda.	105,387	10-01-2023
Aguas Andinas S.A.	Droguett y Raby Ing. y Serv. Ltda.	122,774	19-01-2023
Aguas Andinas S.A.	Empresa constructora cota mil Ltda.	123,967	31-03-2023
Aguas Andinas S.A.	Centurylink Chile S.A.	286,996	31-05-2023
Aguas Andinas S.A.	I C M S.A.	343,853	08-06-2023
Aguas Andinas S.A.	Autorentas del pacifico SPA	110,331	31-07-2023
Aguas Andinas S.A.	Droguett y Raby Ing. y Serv. Ltda.	112,063	04-09-2023
Aguas Andinas S.A.	Inmobiliaria y comercial Quilicura Ltda.	433,884	14-10-2023
Aguas Andinas S.A.	Aes gener S.A.	1,053,719	01-02-2024
Aguas Andinas S.A.	AGBAR Solutions Chile LTDA.	725,207	31-03-2024
Aguas Andinas S.A.	Degremont Ltda.	137,448	07-04-2025
Aguas Andinas S.A.	Motorola chile S.A.	857,232	01-12-2025
Aguas Andinas S.A.	Transporte Centro Sur-Norte S.A.	104,808	30-10-2026
Aguas Andinas S.A.	Transporte Centro Sur-Norte S.A.	223,818	17-11-2026
Aguas Andinas S.A.	Consortio aquambiente - Edam	32,480,893	10-05-2028
Aguas Andinas S.A.	XYLEM Water Solutions Chile S.A.	120,927	15-06-2024
Aguas Cordillera S.A.	INLAC S.A.	198,844	30-04-2022
Aguas Cordillera S.A.	Constructora Olbertz Ltda.	132,732	31-10-2022
Aguas Cordillera S.A.	Ing. y construcción MST Ltda.	296,022	13-11-2023
Aguas Cordillera S.A.	INLAC S.A.	356,028	31-01-2022
Aguas Cordillera S.A.	Ing. y construcción MST Ltda.	365,503	21-02-2022
Aguas Cordillera S.A.	BAPA S.A.	896,397	22-04-2022
Aguas Cordillera S.A.	Constructora Vespucio Oriente S.A.	323,089	31-07-2022
Aguas Cordillera S.A.	Constructora Vespucio Oriente S.A.	154,959	01-08-2022
Aguas Cordillera S.A.	Constructora Vespucio Oriente S.A.	254,442	30-09-2022
Aguas Cordillera S.A.	Ing. y construcción MST Ltda.	487,834	30-12-2023
Aguas Manquehue S.A.	Degremont Ltda.	869,979	03-01-2022
Aguas Manquehue S.A.	Piedra Roja Desarrollos Inmobiliarios S.A.	161,157	10-01-2022
		59,253,625	

Note 35.
CAPITALIZED FINANCING COSTS

The detail of capitalized financing costs as of December 31, 2021 and 2020 is as follows:

Disclosure of capitalized interest cost

Capitalized borrowing costs, property, plant and equipment		31-12-2021	31-12-2020
Capitalized interest cost, property, plant and equipment capitalization rate	%	7.51%	6.33%
Amount of capitalized interest cost, property, plant and equipment	ThCh\$	6,197,487	4,676,809

Note 36.
ENVIRONMENT

Disclosures on environmental investments

According to Circular No. 1901 of October 30, 2008 of the Financial Market Commission, information from environmental investments is disclosed below.

The following is a detail of the investments related to the environment:

Aguas Andinas S.A.

Project Name	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Expansion and Improvements PTAS Buin Maipo	1,413	479,094
Canelo-Vertientes-La Obra Water Treatment Plant Expansion and Improvements	13,567	284,645
Expansion and Improvements PTAS El Monte	155	462,252
Expansion and Improvement PTAS El Paine	37,857	14,089
Pomaire Water Treatment Plant Expansion and Improvement	58,542	62,451
Expansion and Improvement PTAS Talagante	21,243	31,201
PTAS Expansion and Improvements PTAS Other Locations	4,803	-
Improvement and renovation of purification equipment and facilities	2,318,140	1,244,007
La Farfana Plant	6,700,510	7,172,473
Mapocho - Trebal Plant	13,217,255	14,942,814
El Rutal external sludge handling and disposal platform	76,054	74,920
Totals	22,449,539	24,767,946

Aguas Manquehue S.A.

Project Name	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Improvement and renovation of equipment and treatment facilities	20,758	85,430
Totals	20,758	85,430

Projected environmental investment for the year 2022:

Company	ThCh\$
Aguas Andinas S.A.	17,158,163
Aguas Manquehue S.A.	25,000
Total	17,183,163

Indication of whether the disbursement is part of the cost of an asset or was reflected as an expense, disbursements for the period

All projects mentioned are part of the cost of construction of the respective works..

Certain or estimated date on which future disbursements will be made, disbursements of the period

The projected disbursements are estimated to be made during the year 2022.

The Subsidiaries are companies that are affected by disbursements related to the environment, i.e., compliance with ordinances, laws related to industrial processes and facilities and any other that may directly or indirectly affect environmental protection.

Note 37.
EVENTS OCCURRING AFTER THE STATEMENT OF FINANCIAL POSITION DATE

At the date of issuance of these consolidated financial statements, the management of the Company and its subsidiaries is not aware of any subsequent events affecting the financial position as of December 31, 2021.

EARNINGS RELEASE

AGUAS METROPOLITANAS INVESTMENTS

Fiscal year ended December 31, 2021

1. Summary of the exercise

The subsidiary Aguas Andinas is focused on the management and mitigation of the impacts of climate change.

The world's climate has changed and in Chile we are experiencing one of the most severe droughts in our history, which has been going on for more than 12 years and has deepened in the last 3 years. This climate crisis has strongly affected the central zone of the country, being 2021 the fifth driest year since records exist, with a precipitation deficit close to 70%. This has strongly affected the flow of the rivers that supply the city, the Maipo and Mapocho rivers, which have seen their flows reduced by 60% compared to historical averages. Both rivers maintain the condition of Shortage Decree granted by the regulatory authority.

In this context, the Company has continued to manage water scarcity by prioritizing water transfer agreements with other users, which has allowed it to maintain the security level of the El Yeso reservoir. At the end of 2021, the volume stored is 158.2 hm3, which represents a 13% increase compared to the 140.1 hm3 volume stored at December 31, 2020.

A major action plan to address water scarcity and the effects of climate change has been deployed during the year 2021:

- Signing of a historic collaboration agreement with the Irrigation Associations of the First Section of the Maipo River that establishes a series of measures to lay the foundations for a solution that reinforces the supply of water to the population and, at the same time, the use necessary to sustain the agri-food industry, improving the water efficiency of the basin.
- High level of progress of the new Lo Mena - Cerro Negro water well system, which will provide a flow of 1,500 l/s to supply 400,000 customers.
- Modernization of the Padre Hurtado potable water plant, which supplies more than one million people.
- Expansion of the Agua Potable Quilicura plant to increase water availability in the northern sector of the capital.
- Modernization of the Vizcachitas plant, generating greater efficiency in water consumption due to the implementation of new filters.
- New ponds in San Antonio, San Enrique, Talagante and Parque Bicentenario.
- Water efficiency plan, with deployment of all available technologies for water recovery

In order to face this emergency, the Company has maintained its investment efforts, executing an investment plan that reached \$154,239 million at year-end 2021.

Positive Pandemic Management:

At year-end 2021, we continued to experience the direct and indirect impacts resulting from the exceptional situation due to Covid-19.

This situation requires us to continue making a great effort to adapt in order to supply citizens with a resource essential for life, water, for which we continue to deploy an intense preventive strategy. In view of this, at Aguas Andinas we continue to have all the economic, technical and human resources available to ensure the continuity of the operation, ensuring a safe supply at a crucial time, together with protecting the health of our workers, their families and the community.

Complementing the above, we estimate an overall impact of \$28,189 million for the direct and indirect effects derived from the exceptional situation due to Covid compared to a normal year without pandemic, mainly associated with lower non-residential consumption (20 hm3), higher uncollectible expenses (% uncollectible over revenues 3.1% vs. 0.8% in the pre-pandemic period) and direct preventive expenses.

Global context and operational costs:

In the current context of extreme drought, generalized increase in the costs of raw materials, labor and transportation, the Company has experienced higher operating costs at year-end 2021, mainly associated with the purchase of water due to the effects of the drought, and maintenance of networks and operating equipment as a result of the significant increase in customer requirements and workload, together with higher prices due to the increase in labor and construction material costs.

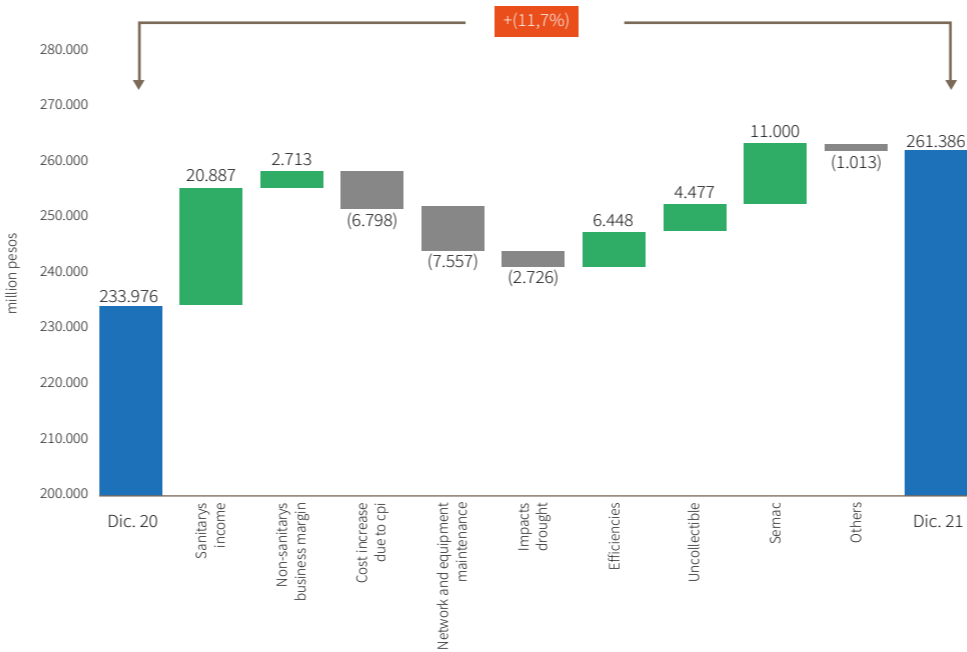
In addition, the significant increase in the CPI of 7.2% had a negative impact on our financial costs associated with the readjustment of the UF debt.

Transformation Project:

The Company is implementing a Transformation plan, with a vision of a new sustainable business model focused on mitigating risks, capturing efficiencies, prioritizing investments and incorporating technology, supported by a new organizational culture.

EBITDA as of December 31, 2021 amounted to \$261,386 million, an increase of 11.7% compared to the previous year. The main variations are shown in the following chart:

EBITDA (millions of \$)



• Higher sanitary revenues of \$20,887 million, mainly associated with higher average tariffs of \$18,314 million due to the latest tariff indexations by polynomial and the entry into operation of new investment projects (Pirque Ponds, La Farfana Nitrates and Aguas Cordillera safety ponds). In addition, higher sales volumes were recorded for \$1,755 million, mainly explained by an increase in sales to residential customers by 0.7% and non-residential customers by 0.9%.

• Higher non-sanitary business margin of \$2,713 million, mainly due to higher activity in agreements with developers, home services to customers, technical advisory services for rural potable water and higher activity in non-sanitary subsidiaries, partially offset by non-recurring effects.

• Higher network and operating equipment maintenance costs of \$7,577 million were generated due to the significant increase in customer requirements and work volume, together with higher prices due to the increase in labor and construction material costs.

• Higher raw water and electric power purchase costs of \$2,726 million necessary to continue facing the extreme drought situation that the region has been experiencing for the last 13 years.

• It is important to note that the volume stored in the El Yeso Reservoir as of December 2020 was 140.1 hm3 vs. 158.2 hm3 as of December 2021. Also, in August a historic collaboration agreement was signed with the Irrigation Associations of the First Section of the Maipo River, which includes commitments to develop a Master Plan for the Management of the Maipo River Basin, and will allow promoting new investments to provide additional resources to the system, such as the reuse of treated water from the Biofactories for exchange with raw water.

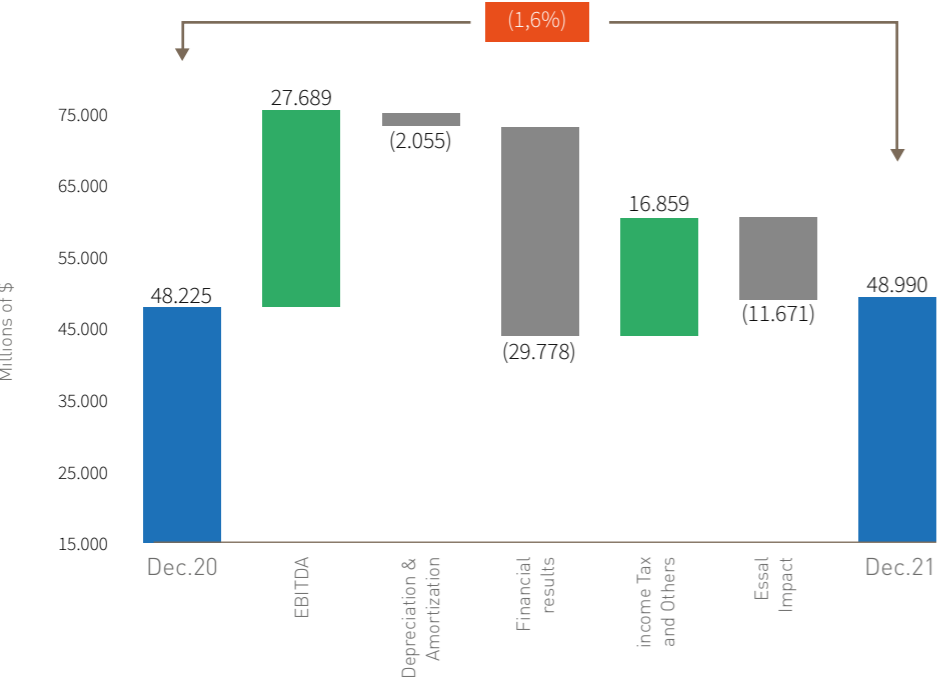
The agreement has also established an update in the price of transfers, making it consistent with the value of raw water from the Maipo River used in the tariff processes. In addition, it includes thresholds that define high and low demand prices based on the river's water scarcity.

• **Covid situation:** since March 2020, the Company has maintained an action plan to ensure continuity of service, implementing various measures to manage the exceptional situation resulting from the Coronavirus pandemic.

It should be noted that at the end of December 2021, an allowance for doubtful accounts of \$15,695 million was recorded, generating a lower bad debt expense of \$4,477 million with respect to 2020.

• In the last quarter of 2020, the settlements signed by **SERNAC, Conadecus y Aguas Andinas** were recognized in the amount of \$11,000 million, in which the Company compensated customers who were affected by the massive outages of 2016 and 2017.

Net income as of December 31, 2021 amounted to \$100,645million, representing an increase of 2.0% compared to the previous year. The main variations are presented in the following chart:



At the non-operating level, there is a lower financial result of \$29,778 million compared to the previous year, mainly associated with a higher revaluation of the financial debt due to the variation of the Unidad de Fomento (6.6% in 2021 versus 2.7% in 2020).

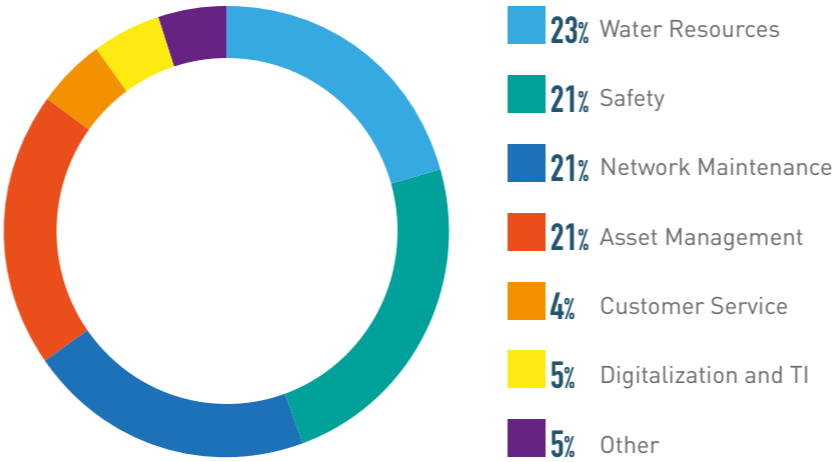
Income tax and other presented a higher result of \$16,859 million, mainly explained by the monetary correction effect of the Tax Equity, which was partially offset by non-recurring costs associated with the Transformation Plan being implemented by the Company.

The Essal impacts correspond mainly to the net result from the sale of this company in 2020 for Ch\$7,325 million, together with the profit of Ch\$4,346 million. The above is partially offset by the reversal of the provision associated with the termination of the expiration process of the Osorno concession (Ch\$7,848 million after taxes).

Cash Generation and Cash at the end of 2021, the balance of cash and cash equivalents decreased by \$13,406 million compared to the end of December 2021, reaching \$164,559 million. The decrease in this item is mainly explained by the payment of investments together with the payment of dividends made in the months of May and November, which was partially offset by the higher operating cash flow. The cash balances allow the Company to have a buffer to face the uncertainties of the current environment.

Investments

As of December 31, 2021, investments of \$154,239 million were executed, as detailed in the following chart:



The main projects developed in 2021 were as follows:

- Drilling and reinforcement of the potable water supply system: work began on the **Cerro Negro - Lo Mena wells project**, which is more than 75% complete. This infrastructure will reinforce the potable water supply in the southern sector of the city and consists of 15 wells for the extraction of subway water, a 20,000 m3 tank, a lifting plant and a chlorination and fluoridation unit. This backup infrastructure will be activated only in case of emergencies and will have a flow of 1,500 l/s.
- Renovation of Potable Water and sewage networks
- Expansion and modernization of Potable Water treatment plant Padre Hurtado
- Replenishment of assets La Farfana and Mapocho-Trebal Biofactories
- Renewal of starters and meters
- Nitrate Treatment La Farfana and Mapocho-Trebal Biofactories
- Autonomy 12 hours Cordillera Waters (San Antonio and San Enrique Ponds)
- New Providencia Water Mains (Potable Water matrix)

To face the effects of the prolonged Megadrought, which has lasted more than 12 years, the Company is developing an investment plan to ensure the security of supply standards committed for Greater Santiago under climate change conditions, which includes new boreholes in wells, reinforcements in the drinking water supply system, the expansion of the Padre Hurtado Potable Water Treatment Plant. Additionally, the Hydraulic Efficiency Plan is being implemented to reduce drinking water losses in the network and the new Operational Control Center for the constant monitoring of the networks.

On the other hand, projects are being developed that will allow facing extreme turbidity events, going from the current 34 hours of autonomy to 48 hours, works that include the construction of the Cerro Negro wells (showing great progress) and the Manzano-Toma Independent Connection.

In the medium and long term, Aguas Andinas has an ambitious plan of new fundamental works to address the impacts of climate change and a scenario

of structural scarcity, infrastructure aimed at increasing the service standards currently committed and that require an agreement with the SISS regarding its financing and execution deadlines:

- i) Infrastructure for the reuse of 3.0 m3/s of treated water in the Biofactories.
- ii) New drilling in the Central aquifer for 1.2 m3/s.
- iii) Drilling in canal strips for water exchange with canal associations under conditions of scarcity decree

KEY FACTS

On August 6, 2021, a historic collaboration agreement was signed with the Irrigation Associations of the First Section of the Maipo River, formalizing a joint work that will deepen and seek to sustainably and efficiently manage the water of the First Section of the Maipo basin. This includes important new investments by our company; an improvement to the current infrastructure based on an accurate, cooperative and professional long-term diagnosis; the reuse of the resource with purified water from the Biofactories and a more efficient master management plan so that future solutions come from different sectors. The collaboration agreement with the Irrigation Associations is in operation, and the Board of Directors of the Junta de Vigilancia de la Primera Sección del Río Maipo (Board of Surveillance of the First Section of the Maipo River) has coordinated water transfers during the summer period, ensuring sufficient reserves in the El Yeso Reservoir to face the winter of 2022.

The agreement has also established an increase in the price of transfers, making it consistent with the value of raw water from the Maipo River used in the tariff processes. In addition, it includes thresholds that define high and low demand prices based on the river's water scarcity.

Dividend distribution: On April 22, 2021, at the Ordinary Meeting of Shareholders of the Company, it was agreed to distribute the net profit for the year 2020, which amounts to \$48,225 million, excluding the result obtained from the sale of assets, which amounts to \$3,581 million. It is noted that in view of the interim dividend paid on December 18, 2020, which amounted to \$30,000 million, the profit to be distributed amounts to \$32,278 million, corresponding to \$14,645 million for the year 2020 (additional dividend) and \$17,633 million to retained earnings (eventual dividend), which meant a final dividend of \$32.278 per share, which was payable as of May 24, 2021.

Interim dividend distribution: On October 22, 2021, at an extraordinary meeting No. 1/2021, the Board of Directors of the Company unanimously agreed to distribute among the shareholders the amount of \$20,041 million, as an interim dividend, on account of the profits for the year 2021. In view of the above, the Company's interim dividend number 36, amounted to the sum of \$20.041 per share and was payable as of November 11, 2021.

2. Results for the year

2.1. Accumulated results

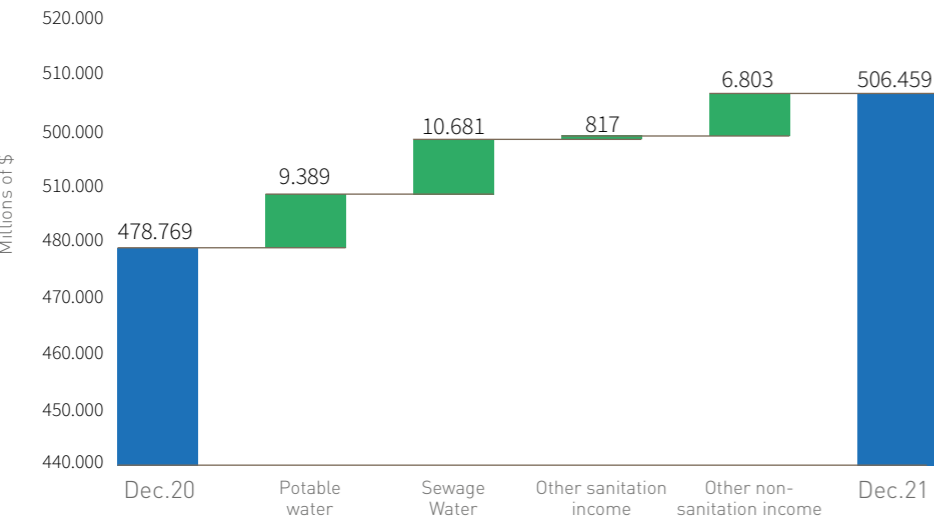
Statement of Income (Th\$)	Dec. 21	Dec. 20	% Var.	2021 / 2020
Ordinary income	506,458,487	478,769,061	5.8%	27,689,426
Operating costs and expenses	(245,072,035)	(244,793,070)	0.1%	(278,965)
EBITDA	261,386,452	233,975,991	11.7%	27,410,461
Depreciation and amortization	(69,205,148)	(67,150,111)	3.1%	(2,055,037)
Operating income (loss)	192,181,304	166,825,880	15.2%	25,355,424
Other gains (losses)	3,636,892	(3,967,292)	(191.7%)	7,604,184
Impairment losses	-	(1,404,946)	(100.0%)	1,404,946
Financial result *	(76,941,426)	(47,163,392)	63.1%	(29,778,034)
Tax expense	(19,665,778)	(26,817,906)	(26.7%)	7,152,128
Discontinued operations	-	11,671,443	(100.0%)	(11,671,443)
Minority interest	(50,221,270)	(50,918,660)	(1.4%)	697,390
Net income	48,989,722	48,225,127	1.6%	764,595

* Includes financial income, financial costs, exchange differences and results from readjustment units

2.2. Revenue analysis

Revenues increased by 5.8% with respect to the previous year, as follows:

	Dec. 21		Dec. 20	
	Sales Thousands \$	Participation	Sales Thousands \$	Participation
Potable Water	205,176,457	40.5%	195,787,729	40.9%
Sewage water	229,804,561	45.4%	219,123,955	45.8%
Other sanitation income	13,821,438	2.7%	13,004,110	2.7%
Non- sanitation income	57,656,031	11.4%	50,853,267	10.6%
Total	506,458,487	100.0%	478,769,061	100.0%



Sales Volume (thousands of m³ accrued)	Dec. 21	Dec. 20	% Var.	Difference
Potable water	535,738	533,881	0.3%	1,857
Sewage collection	514,218	511,267	0.6%	2,951

Sewage treatment and disposal	443,596	440,582	0.7%	3,014
Interconnections	124,277	124,710	(0.3%)	(433)

Customers	Dec. 21	Dec. 20	% Var.	Difference
Potable water	2,207,344	2,169,426	1.7%	37,918
Sewage collection	2,162,909	2,125,918	1.7%	36,991

* Las interconexiones incluyen el Tratamiento y Disposición de Aguas Servidas de otras empresas Sanitarias

SANITATION SEGMENT

a) Potable Water

Potable water revenues at year-end 2021 amounted to ThCh\$205,176,457, which represents an increase of 4.8% over the previous year, mainly due to higher average tariffs associated with the latest polynomial tariff indexations and the tariff associated with the Pirque Ponds, together with a 0.7% increase in the volume supplied to residential customers and 0.9% increase in the volume supplied to non-residential customers.

b) Sewage

Revenues from wastewater as of December 31, 2021 amounted to ThCh\$229,804,561, an increase of ThCh\$10,680,606 compared to the previous year, due to polynomial indexations applied during 2021 and the tariff associated with nitrate treatments at La Farfana Biofactory, together with higher sales volume.

c) Other sanitation income

This item increased by ThCh\$ 817,328 thousand due to higher activity in services not associated with sales volume.

NON-SANITATION INCOME

a) Services

An increase of ThCh\$4,151,672 was reflected, mainly due to higher activity in home services to customers, agreements with developers and technical advisory services for rural potable water, partially offset by non-recurring effects.

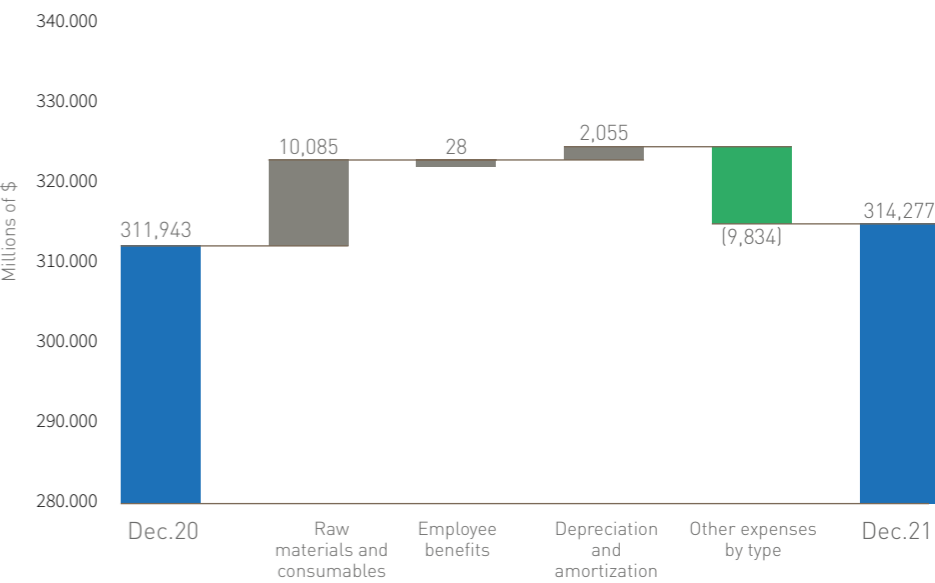
b) Non-sanitation subsidiaries

The increase of ThCh\$ 2,647,736 was mainly explained by greater analysis and sampling of potable water in Análisis Ambientales, together with increased activity of the company EcoRiles.

(Thousands of \$)	Dec. 21	Dec. 20	% Var.
EcoRiles S.A.	17,138,411	16,172,406	6.0%
Gestión y Servicios S.A.	6,526,953	5,480,489	19.1%
Anam S.A.	6,336,097	6,257,482	1.3%
Aguas del Maipo S.A.	896,583	339,931	163.8%
Total subsidiaries	30,898,043	28,250,309	9.4%

2.3. Expense analysis

The variation in expenses with respect to the previous year is shown in the following graph:



a) Raw materials and consumables

As of December 31, 2021, raw materials and consumables costs amounted to ThCh\$53,627,449. The main variations are explained by the increase in the purchase of water for ThCh\$ 2,236,427 to increase the security of supply to our customers due to the low flow in the Maipo River basin, higher electricity costs of ThCh\$ 490,416 associated with higher average tariffs, together with higher costs of sale of materials of the subsidiary Gestión y Servicios for ThCh\$ 786,456 and other operating materials for ThCh\$ 762,744.

b) Employee benefits

At the end of December 2021, employee benefit expenses amounted to ThCh\$55,539,198, which was ThCh\$28,483 (0.1%) higher than in the previous year. The increase is mainly associated with CPI adjustments, which is partially offset by lower expenses for Covid confinement plans (year 2020) together with lower average staffing.

c) Depreciation and amortization

As of December 31, 2021, depreciation and amortization amounted to ThCh\$68,205,148, ThCh\$2,055,037 higher than the amount obtained the previous year. This was the result of depreciation associated with the new assets incorporated during the year.

d) Other expenses by type

At the end of December 2021, these expenses amounted to ThCh\$135,905,388, lower by ThCh\$9,834,611 mainly due to the recognition of contingency for massive cuts [year 2020] for ThCh\$11,000,000 [cuts occurred in 2016 and 2017], lower level of uncollectibility by ThCh\$4,477.050, lower Covid contingency expense of ThCh\$1,732,972, lower customer service expenses of ThCh\$681,769 mainly associated with lower activity in services cuts and replacement, in addition to cost improvements due to the digitalization of commercial processes and lower general services and administration expenses of ThCh\$889,983.

The above is partially offset by higher expenses in potable water and sewage network maintenance of ThCh\$7,077,846, higher cost of sales associated with non-sanitation revenues of ThCh\$1,958,017, maintenance of premises and equipment of ThCh\$499,350, higher insurance policy costs of ThCh\$851,462 and real estate contributions of ThCh\$213,785.

2.4. Analysis of financial results and others

a) Other gains (losses)

As of December 31, 2021, there was a higher result than the previous year of ThCh\$7,604,184, mainly due to the reversal of the provision for contingencies (sale of Essal) of ThCh\$10,750,000. Additionally, non-recurring costs of ThCh\$ 3,099,702 associated with the integral Transformation Project that the company is carrying out to face the new global context are recognized.

b) Impairment losses

In 2020, impairment losses of ThCh\$ 1,404,946 were recognized, which are explained by the effect of the revaluation of the Company's land.

c) Financial income

At the end of 2021, financial income amounted to ThCh\$5,082,667, an increase of ThCh\$1,209,856 compared to the previous year, mainly explained by higher financial interest and higher repurchase of AFRs (refundable financial contributions), which is partially offset by lower interest on customer debt.

d) Financial Costs

As of December 31, 2021, financial costs amounted to ThCh\$27,866,277, which meant a decrease of ThCh\$327,592. This was mainly explained by higher financial activation, which is partially offset by higher interest on debt.

e) Results per readjustment unit

At the end of December 2021, the adjustment unit charge was ThCh\$54,969,179, resulting in a higher expense of ThCh\$32,623,536, mainly due to the higher revaluation of the debt as a result of the variation of the Unidad de Fomento (6.6% in 2021 versus 2.7% in 2020).

f) Income tax expense

The income tax expense as of December 31, 2021 was ThCh\$19,665,778, a figure lower by ThCh\$7,152,128, mainly explained by the effect of the price-level restatement of Tax Equity.

g) Discontinued operations

In this line, the profit from the sale of Essal is recognized together with the profit obtained by that company in 2020.

h) Earnings

Net income as of December 31, 2021 amounted to ThCh\$48,989,722, ThCh\$764,595 higher than in the previous year, representing an increase of 1.6%.

2.5. Results by segment

a) Cumulative results Water segment

Statement of Income (Th\$)	Dec. 21	Dec. 20	% Var.	2021 / 2020
External income	475,494,190	450,436,685	5.6%	25,057,505
Segment revenues	606,007	910,103	(33.4%)	(304,096)
Operating costs and expenses	(219,944,218)	(220,762,719)	(0.4%)	818,501
EBITDA	256,155,979	230,584,069	11.1%	25,571,910
Depreciation and amortization	(67,120,199)	(65,335,155)	2.7%	(1,785,044)
Operating income (loss)	189,035,780	165,248,914	14.4%	23,786,866
Other gains (losses)	3,687,752	(3,599,552)	<(200%)	7,287,304
Impairment losses	-	(1,404,946)	(100.0%)	1,404,946
Financial result	(76,921,617)	(46,979,769)	63.7%	(29,941,848)
Tax expense	(19,007,029)	(26,020,405)	(27.0%)	7,013,376
Discontinued operations	-	11,671,443	(100.0%)	(11,671,443)
Minority interest	(2,005)	(1,673,827)	(99.9%)	1,671,822
Net income	96,792,881	97,241,858	(0.5%)	(448,977)

The results of this segment showed a decrease of 0.5%, mainly due to:

Increase in external revenues, mainly associated with sanitation revenues due to higher average tariffs associated with the latest indexations, together with higher sales volumes recorded in the period.

In non-sanitation revenues, there was greater activity in home services to customers, agreements with developers and technical advisory services for rural Potable Water, partially offset by non-recurring effects.

Costs increased mainly due to higher expenses in potable water and sewage network maintenance of ThCh\$7, 077,846, higher cost of sales associated with non-sanitation revenues of ThCh\$1,958,017, maintenance of facilities and equipment of ThCh\$499,350, higher insurance policy costs of ThCh\$851,462 and real estate contributions of ThCh\$213,785.

Additionally, due to the extreme drought affecting the central zone of the country, there have been increases in raw water purchase expenses of ThCh\$2,236,427 due to the low flow in the Maipo river basin and higher cost of productive electric energy for ThCh\$490,416, mainly associated to higher average tariffs.

The above is partially offset by the recognition in 2020 of a contingency for massive outages occurred in 2016 and 2017 for ThCh\$11,000,000, a lower level of uncollectibility in ThCh\$4,477,050 and a lower Covid contingency expense.

Depreciation was ThCh\$1,785,044 million higher than in the previous year. This was due to the depreciation associated with the new assets incorporated during the year.

In other gains (losses), there was a higher result than the previous year, mainly due to the reversal of the provision for contingencies (sale of Essal) for ThCh\$10,750,000. Additionally, non-recurring costs of ThCh\$3,099,702 associated with the integral Transformation Project that the company is carrying out to face the new global context were recognized.

In 2020, impairment losses of ThCh\$1,404,946 thousand were recognized, which are explained by the effect of the revaluation of the Company's land.

The financial result presented a net expense of ThCh\$76,921,617, higher by ThCh\$29,941,848 compared to the previous year, mainly due to the higher revaluation of the debt as a result of the variation of the Unidad de Fomento (6.6% in 2021 versus 2.7% in 2020).

The income tax expense as of December 31, 2021 was ThCh\$19,007,029, a figure lower by ThCh\$7,013,376, mainly explained by the effect of the price-level restatement of tax equity.

At the end of December 2021, discontinued operations reached lower profits of ThCh\$11,671,443 compared to the previous year, due to the fact that this line recognizes the profit from the sale of Essal together with the profit obtained by that company in 2020.

b) Cumulative results of the Non-Water segment

Statement of Income (Th\$)	Dec. 21	Dec. 20	% Var.	2021 / 2020
External income	30,965,443	28,336,877	9.3%	2,628,566
Segment revenues	4,615,666	3,398,711	35.8%	1,216,955
Operating costs and expenses	(28,918,697)	(26,958,633)	7.3%	(1,960,064)
EBITDA	6,662,412	4,776,955	39.5%	1,885,457
Depreciation and amortization	(2,119,231)	(1,828,695)	15.9%	(290,536)
Operating income (loss)	4,543,181	2,948,260	54.1%	1,594,921
Other gains (losses)	(13,642)	(367,740)	(96.3%)	354,098
Financial result*	(22,034)	(163,530)	(86.5%)	141,496
Tax expense	(655,857)	(967,181)	(32.2%)	311,324
Net income	3,851,648	1,449,809	165.7%	2,401,839

* Includes financial income, financial costs, exchange differences and results from readjustment units.

The results of the Non-Water segment showed an increase of ThCh\$2,401,839 compared to the previous year, mainly due to the following factors:

The higher revenues were mainly due to increased analysis and sampling of Potable Water at Anam, increased activity of the company EcoRiles and higher sales of Aguas Del Maipo and materials from Gestión y Servicios.

The increase in costs of 7.3% is mainly associated with higher sales activity of the companies Gestión y Servicios and EcoRiles.

Depreciation was ThCh\$290,536 million higher than in the previous year. This was due to the depreciation associated with the new assets incorporated during the year.

In other gains (losses), a higher result was obtained than in the previous year, mainly due to the recovery of guarantee bonds from the company Gestión y Servicios.

The income tax expense as of December 31, 2021 was ThCh\$655,857, which is ThCh\$311,324 lower than the previous year, mainly explained by a higher price-level restatement effect of the Tax Equity.

3. Quarterly results

Statement of Income (Th\$)	4T21	4T20	% Var.	4T21 – 4T20
Ordinary income	136,825,924	129,720,051	5.5%	7,105,873
Operating Costs and Expenses	(65,893,079)	(77,549,887)	(15.0%)	11,656,808
EBITDA	70,932,845	52,170,164	36.0%	18,762,681
Depreciation and amortization	(18,170,894)	(17,424,640)	4.3%	(746,254)
Operating income	52,761,951	34,745,524	51.9%	18,016,427
Other (Loss) Gain	(1,876,769)	(2,093,189)	(10.3%)	216,420
Impairment losses	-	(34,520)	(100.0%)	34,520
Financial Result*	(30,729,092)	(14,946,088)	105.6%	(15,783,004)
Tax expense	321,137	(2,526,026)	(112.7%)	2,847,163
Discontinued operations	-	4,346,601	(100.0%)	(4,346,601)
Minority interest	(10,427,963)	(11,390,976)	(8.5%)	963,013
Net income	10,049,264	8,101,326	24.0%	1,947,938

* Includes financial income, financial costs, exchange differences and results from readjustment units

3.1. Revenue analysis

a) Operating income

Ordinary revenues for the fourth quarter of 2021 amounted to ThCh\$136,825,924, ThCh\$7,105,873 higher than in the same quarter of the previous year, mainly due to sanitation revenues of ThCh\$5,864,886, due to higher average tariffs associated with the latest indexations recorded, which is partially offset by lower consumption recorded. Additionally, higher non-sanitation revenues were recorded in ThCh\$1,239,853, mainly associated to higher activity in home services to customers, agreements with developers and technical advisory services for rural potable water.

3.2. Expense analysis

a) Raw materials and consumables used

During the fourth quarter of 2021, the costs of raw materials and consumables amounted to ThCh\$15,140,163, which is ThCh\$4,355,379 higher than in the previous year. The main variations correspond to higher expenses in the purchase of water, to increase the security of supply to our customers due to the low flow in the Maipo river basin, together with higher costs of sale of materials of the subsidiary Gestión y Servicios, S.A.

b) Employee benefits

Employee benefit expenses for the fourth quarter of 2021 amounted to ThCh\$15,200,065, ThCh\$779,843 higher than in 2020. This increase is mainly due to CPI adjustments.

c) Depreciation and amortization

During the fourth quarter of 2021, depreciation and amortization amounted to ThCh\$ 18,170,894, ThCh\$ 746,254 higher than in 2020, as a result of the depreciation associated with the new assets incorporated during the year.

d) Other expenses

In the fourth quarter of 2021, other expenses amounted to ThCh\$35,552,851, ThCh\$16,792,030 lower than in 2020, mainly explained by the recognition of contingency for massive outages (year 2020) for ThCh\$11,000,000 (outages occurred in 2016 and 2017), lower level of uncollectibility in ThCh\$3,552,336, lower expense for Covid contingency in ThCh\$1,191,764.

3.3. Analysis of financial results and others

a) Other gains (losses)

During the fourth quarter of 2021, the Company obtained a higher result than in the same quarter of the previous year of ThCh\$ 216,420, mainly due to lower expenses for voluntary retirement plans.

b) Financial result

The financial result for the fourth quarter of 2021 showed a loss of ThCh\$30,729,092, which increased by ThCh\$15,783,004 compared to the same period of 2020, mainly explained by a higher revaluation of debt, due to the higher variation of the Unidad de Fomento (2.97% in 2021 versus 1.26% in 2020) compared to the same quarter of 2020.

c) Income tax expense

The income tax expense at the end of the fourth quarter of 2021 was ThCh\$ 321,137, ThCh\$ 2,847,163 lower than in the same quarter of the previous year, mainly due to the higher effect of the price-level restatement of the Tax Equity.

d) Discontinued operations

In this line, the gain from the sale of Essal, a subsidiary that was sold in October 2020, is recognized in the third quarter of 2020.

e) Profit

Net income for the fourth quarter of 2021 amounted to ThCh\$10,049,264, ThCh\$1,947,938 lower than that obtained in the same quarter of 2020.

4. Statement of financial position

Assets	Dec. 21	Dec. 20	% Var.
Current assets	285,099,777	305,478,978	(6.7%)
Non-current assets	2,216,722,469	2,113,551,778	4.9%
Total assets	2,501,822,246	2,419,030,756	3.4%
Liabilities and equity			
Current liabilities	249,136,828	245,462,938	1.5%
Non-current liabilities	1,138,295,178	1,059,920,436	7.4%
Total liabilities	1,387,432,006	1,305,383,374	6.3%
Equity attributable to owners of the controlling company	693,964,870	694,120,607	0.0%
Non-controlling interests	420,425,370	419,526,775	0.2%
Total equity	1,114,390,240	1,113,647,382	0.1%
Total liabilities and equity	2,501,822,246	2,419,030,756	3.4%

4.1. Asset analysis

The total assets of Inversiones Aguas Metropolitanas at the consolidated level at December 31, 2021 presented an increase of 3.4% with respect to December 31, 2020, equivalent to ThCh\$82,791,490.

Current assets decreased by ThCh\$20,379,201, mainly due to a decrease in tax assets of ThCh\$18,218,645, essentially associated with the tax refund made in 2021, together with a decrease in cash and cash equivalents of ThCh\$13,405,973. This is partially offset by an increase in trade and other receivables of ThCh\$13,613,429.

Non-current assets increased by ThCh\$ 103,170,691, mainly explained by an increase in property, plant and equipment of ThCh\$ 91,960,261, associated with investments made during the year. The main investment works are reflected in the following table:

Investments (Th\$)	Dec-21
Drilling and reinforcement of water supply system	36,173,130
Renovation of sewage networks	18,843,515
Renewal of drinking water networks	13,595,194
Expansion and modernization of the Padre Hurtado Drinking Water Treatment Plant.	10,027,265
Replenishment of assets of La Farfana and Mapocho-Trebal Biofactories	7,120,882
Starters and meters	6,719,000
Nitrate Treatment La Farfana and Mapocho-Trebal Biofactories	5,740,978
Autonomy 12 hours Cordillera Waters (San Antonio and San Enrique Ponds)	4,274,855
New Providencia Water Mains (drinking water matrix)	3,291,499

4.2. Analysis of liabilities and equity

Liabilities payable at December 2021 increased by ThCh\$ 82,048,632 compared to December 2020.

Current liabilities increased by ThCh\$3,673,890. This variation was mainly due to higher accounts payable to suppliers for expenses and investments. This is partially offset by the reversal of the provision for contingencies (sale of Essal) of ThCh\$ 10,750,000.

Non-current liabilities increased by ThCh\$78,374,742 (7.4%). This variation corresponds mainly to higher bank debt associated with new loans of ThCh\$55,000,000, together with the revaluation of debt in UF.

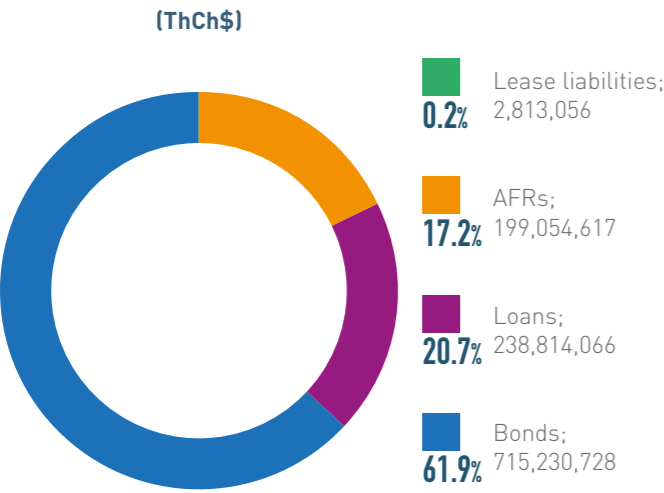
Total shareholders' equity increased by ThCh\$742,858, mainly explained by the profit for the year, which is partially offset by the distribution of profits.

The maturity profile of the financial debt as of December 31, 2021 is as follows:

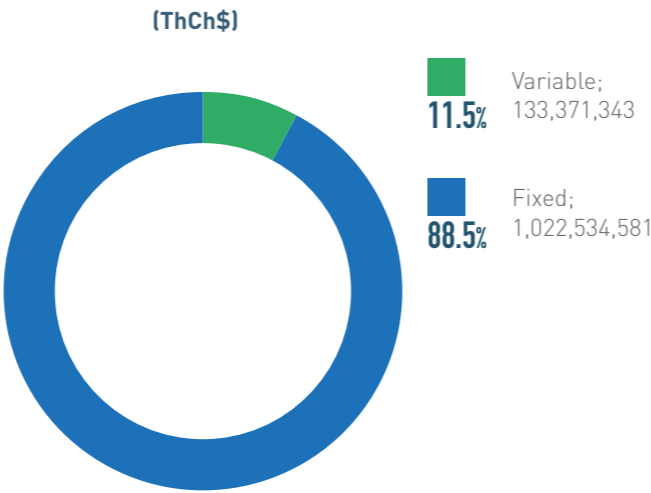
Financial Debt ThCh\$	Currency	Total	12 months	1 to 3 years	3 to 5 years	more than 5 years
AFRs	\$	199,054,617	33,657,592	44,507,718	32,307,977	88,581,330
Bonds	\$	715,230,728	25,467,416	27,077,143	5,788,880	656,897,289
Loans	\$	238,814,066	9,898,783	122,866,018	106,049,265	-
Total other financial liabilities		1,153,099,411	69,023,791	194,450,879	144,146,122	745,478,619
Lease liabilities	\$	2,813,056	1,183,259	874,309	416,312	339,176
Total lease liabilities		2,813,056	1,183,259	874,309	416,312	339,176
Totals		1,155,912,467	70,207,050	195,325,188	144,562,434	745,817,795

4.3. Structure of financial liabilities

Composition by financial instruments



Composition by rates



5. 5. Cash flow statements

Statements of Cash Flows (ThCh\$)	Dec.21	Dec.20	% Var.
Operation activities	229,945,799	183,718,776	25.2%
Investment activities	(157,671,083)	(78,371,570)	101.2%
Financing activities	(85,680,689)	(439,471)	>200.0%
Net cash flow for the year	(13,405,973)	104,907,735	(112.8%)
Ending cash balance	164,558,880	177,964,853	(7.5%)

Cash flow from operating activities increased by ThCh\$46,227,023 when comparing December 2021 with December 2020.

The main variations were as follows:

- Collections from sales of goods and services generated an increase of ThCh\$ 24,879,186, associated with higher average tariffs due to the latest tariff indexations, as well as an increase in sales to residential customers.
- Decrease in the payment of income taxes of ThCh\$ 33,941,584, this variation is mainly explained by a tax refund in July 2021.
- Decrease in payments to suppliers of ThCh\$5,549,270, mainly associated with lower payments to infrastructure suppliers.

These variations were partially offset by the following items:

- Decrease in other charges for operating activities of ThCh\$7,997,864, mainly associated with compensation generated in 2020 for unfulfilled contractual agreements, generated by the extension of the start-up of projects developed by third parties.
- Increase in other cash outflows of ThCh\$7,973,457, due to the approval of the settlement for the class action lawsuit between SERNAC, CONADECUS and Aguas Andinas S.A., in relation to the massive drinking water cuts of April 2016, February and April 2017. This generated a recognition that was made through rebates to the monthly bills of affected customers.
- Increase in payments to and on behalf of employees of ThCh\$ 1,415,934, mainly related to CPI adjustments.

The disbursement for investment activities increased by ThCh\$79,299,513, associated to drilling and reinforcement of the potable water supply system, it is important to highlight that the works of the project Pozos de Cerro Negro - Lo Mena began, which corresponds to infrastructure that will allow reinforcing the potable water supply of the southern sector of the city. In addition to the above, there is a decrease in cash flows from the loss of control of subsidiaries or other businesses due to the sale of ESSAL in 2020.

Financing activities generated a net cash flow (increase) of ThCh\$ 85,241,218, mainly due to a higher payment of bank loans in 2021, as well as a revaluation of debt in UF.

6. Financial ratios

		Dec. 21	Dec. 20
Liquidity			
Current liquidity	times	1.14	1.24
Acid ratio	times	0.66	0.73
Indebtedness			
Total indebtedness	times	1.25	1.17
Current debt	times	0.18	0.19
Non-current debt	times	0.82	0.81
Coverage of financial expenses annualized	times	5.27	5.05
Profitability			
Annualized return on equity attributable to owners of the controlling company	%	7.06	7.48
Annualized return on assets	%	1.99	2.06
Annualized earnings per share	\$	48.99	48.23
Dividend return (*)	%	13.59	8.86

Current liquidity: current assets/current liabilities.
Acid ratio: cash and cash equivalents / current liabilities.
Total indebtedness: total liabilities / total equity.
Current debt: current liabilities / liabilities due.
Non-current debt: non-current liabilities / liabilities payable.
Financial expense coverage: annualized earnings before interest and taxes / annualized financial expenses.
Return on equity: annualized income for the year/average total equity for the year.
Return on assets: annualized income for the year/average total assets for the year.
Earnings per share: annualized income for the year/ number of subscribed and paid-in shares
Dividend yield: dividends paid per share / share price.
(*) The share price as of December 2021 amounts to \$155, while as of December 2020 it amounts to \$228.99.

As of December 2021, current liquidity decreased by 8.1%, due to a decrease in current assets of ThCh\$20,379,201, as a result of a decrease in tax assets, essentially associated with the tax refund made in fiscal year 2021, together with a decrease in cash and cash equivalents by ThCh\$13,405,973, which is partially offset by an increase in trade and other accounts receivable of ThCh\$13,613,419. In addition, current liabilities increased by ThCh\$3,673,890, as a result of an increase in accounts payable to suppliers of expenses and investments. This is partially offset by a reversal of the provision for contingencies (sale of ESSAL) of ThCh\$ 10,750,000.

Indebtedness presented an increase of 6.8%, due to an increase in demandable liabilities of ThCh\$ 82,048,632, mainly associated with higher debt from Banks associated with new loans of ThCh\$ 55,000,000, together with the revaluation of debt in UF. Total shareholders’ equity increased by ThCh\$742,858.

The return on equity attributable to owners of the controlling company showed a decrease of 5.6%, due to the increase in average equity of ThCh\$49,712,304, essentially explained by the revaluation of land recorded in 2020, offset to a lesser extent by an increase in profit for the year of ThCh\$764,595.

7. Other background information

7.1. Tariffs

The most important factor that determines our results of operations and financial position are the tariffs set for our sales and regulated services. As a sanitation company, we are regulated by the S.I.S.S. and our tariffs are set in accordance with the Ley de Tarifas de los Servicios Sanitarios (Sanitation Services Tariff Law) D.F.L. No. 70 of 1988.

Our tariff levels are reviewed every five years and, during that period, are subject to readjustments linked to an indexation polynomial, if the accumulated variation since the previous adjustment is equal to or greater than plus or minus 3.0%, as calculated based on various inflation indexes.

Specifically, the adjustments are applied based on formulas that include the Consumer Price Index, the Manufacturing Sector Imported Goods Price Index and the Manufacturing Industry Sector Producer Price Index, all measured by the Chilean National Institute of Statistics. The latest indexations made by each Group Company were applied on the following dates:

Aguas Andinas S.A.

Group 1 January 2020, March 2021, August 2021 and November 2021
Group 2 January 2020, March 2021, July 2021 and October 2021

Aguas Cordillera S.A.

March 2020, May 2021, September 2021 and December 2021

Aguas Manquehue S.A.

Santa Maria May 2020, June 2021, September 2021 and December 2021
Los Trapenses May 2020, June 2021, September 2021 and December 2021
Chamisero May 2020, July 2021 and October 2021
Chicureo January 2020, June 2021, September 2021 and December 2021
Valle Grande 3 January 2020 and October 2021

Additionally, the tariffs were increased due to investment works that were approved in the respective tariff decrees. The works mentioned are as follows:

Aguas Andinas S.A.

Pirque Ponds (March 2020)
La Farfana Nitrate Treatment (March 2021)

Aguas Cordillera S.A.

Safety work (September 2021)

The tariffs in effect for the period 2020-2025 were approved by Decree No. 33 dated May 5, 2020, for Aguas Andinas S.A., of the Ministry of Economy, Development and Tourism and came into effect on March 1, 2020 (published in the Official Gazette on December 2, 2020). The current tariffs of Aguas Cordillera S.A. for the five-year period 2020-2025 were approved by Decree No. 56 dated September 11, 2020, and became effective as of June 30, 2020 (published in the Official Gazette on February 24, 2021) and the current tariffs of Aguas Manquehue S.A. for the five-year period 2020-2025 were approved by Decree No. 56 dated September 11, 2020, and became effective as of June 30, 2020 (published in the Official Gazette on February 24, 2021). 2020-2025 were approved by Decree No. 69 dated October 27, 2020 (published in the Official Gazette on March 13, 2021) and became effective as of May 19, 2020 for the Santa María and Trapenses systems, April 22, 2019 for Group 3 Chamisero, July 9, 2020 for Group 2 Chicureo and June 22, 2021 for Group

4 Valle Grande III.

7.2. Market risk

Nuestra empresa presenta una situación favorable en términos de riesgo, la que sOur company presents a favorable situation in terms of risk, which is mainly due to the particular characteristics of the sanitation sector. Our business is seasonal and operating results may vary from quarter to quarter. The highest levels of demand and revenues are recorded during the summer months (December to March) and the lowest levels of demand and revenues during the winter months (June to September). In general, water demand is higher in the warmer months than in the milder months, mainly due to the additional water needs generated by irrigation systems and other external water uses.

Adverse weather conditions may eventually affect the optimal delivery of sanitation services, because the processes of catchment and production of Potable Water depend to a large extent on the weather conditions that develop in the watersheds. Factors such as meteorological precipitation (snow, hail, rain, and fog), temperature, humidity, sediment entrainment, river flows and turbidity determine not only the quantity, quality and continuity of raw water available at each intake, but also the possibility that it will be properly treated at the Potable Water treatment plants.

In case of drought, we have significant water reserves that we maintain in the El Yeso, Laguna Negra and Lo Encañado reservoirs, in addition to the contingency plans we have developed, which allow us to reduce the possible negative impacts that could generate adverse weather conditions for our operations. In the current period, the drought that has existed since 2010 persists, which means applying contingency plans such as the purchase of raw water, intensive use of wells, leasing and purchase of water rights, among others. All this in order to reduce the impact of the drought and provide our services normally, both in terms of quality and continuity.

7.3. Market analysis

The Company does not present any variation in the market in which it participates because, due to the nature of its services and the legal regulations in force, it does not have competition in its concession area.

Aguas Andinas S.A.

has 100% coverage in potable water, 98.8% in sewage service and 100% in Sewage treatment in the Santiago basin.

Aguas Cordillera S.A.

has 100% coverage of potable water, 98.9% coverage of sewage service and 100% coverage of Sewage treatment.

Aguas Manquehue S.A.

has 100% coverage of potable water, 99.5% of sewage service and 100% of Sewage treatment.

7.4. Capital investments

One of the variables that has the greatest impact on the results of our operations and financial situation is capital expenditures. There are two types of capital expenditures:

Committed Investments. We are required to agree on an investment plan with S.I.S.S., which describes the investments we are required to make during the 15 years following the date on which the related investment plan becomes effective. Specifically, the investment plan reflects a commitment on our part to carry out certain projects related to the maintenance of certain quality standards and service coverage. The aforementioned investment plan is subject to review every five years, and we may request modifications when certain relevant events occur.

Dates of approval and update of the Water Group’s development plans:

Aguas Andinas S.A.
Greater Santiago: October 29, 2020
Locations: April 06, 2018, October 29, 2020, November 16, 2020, March 26, 2021, June 09, 2021 and August 19, 2021.

Aguas Cordillera S.A.
Aguas Cordillera and Villa Los Dominicos: October 29, 2020

Aguas Manquehue S.A.
Santa Maria and Los Trapenses: November 09, 2020
Chicureo, Chamisero and Valle Grande III: March 11, 2021
Alto Lampa: December 6, 2018

Uncommitted capital expenditures. Non-committed investments are those that are not contemplated in the investment plan and that we make voluntarily in order to ensure the quality of our services and replace obsolete assets. These are generally related to the replacement of network infrastructure and other assets, the acquisition of water rights and investments in non-sanitation businesses, among others.
In accordance with international financial reporting standards in force in Chile, in particular IAS 23, interest on equity investments in construction work in progress is capitalized. The aforementioned IAS 23 establishes that when the entity acquires debt in order to finance investments, the interest on such debt must be deducted from the financial expense and incorporated to the financed construction work, up to the total amount of such interest, applying the respective rate to the disbursements made at the date of presentation of the financial statements. Accordingly, the financing costs associated with our capital investment plan affect the amount of interest expense recorded in the statements of operations, and such financing costs are recorded together with construction in progress in “property, plant and equipment” in our statement of financial position.

7.5. Financial aspects

a) Currency risks
Our revenues are largely linked to the evolution of the local currency. Therefore, our debt is mainly issued in local currency and we do not have significant foreign currency risks.

b Interest rate risk
At December 31, 2021, the interest rate risk held by Aguas Andinas S.A. is comprised of 88.5% at a fixed rate and 11.5% at a variable rate. The fixed-rate debt is composed of: short and long-term bond issues (70.0%), refundable financial contributions (19.5%), bank loans (10.3%) and lease liabilities (0.2%), while the variable-rate debt corresponds to loans with domestic banks.

At December 31, 2020, the interest rate risk held by Aguas Andinas S.A. is comprised of 92.6% at a fixed rate and 7.4% at a variable rate. The fixed-rate debt is composed of: short- and long-term bond issues (68.8%), refundable financial contributions (19.3%), bank loans (11.5%) and lease liabilities (0.4%), while the variable-rate debt corresponds to loans with domestic banks.

The company maintains a policy of interest rate monitoring and management, which, in order to optimize the cost of financing, permanently evaluates the hedging instruments available in the financial market.

All this favorable situation has meant that the risk rating agencies have assigned us a risk rating of AA+ for long-term debt. In the case of shares: Feller Rate assigned us a first class level 1 rating and Fitch Ratings assigned us a first class level 2 rating.

SUMMARIZED FINANCIAL STATEMENTS

INVERSIONES AGUAS METROPOLITANAS S.A. AND SUBSIDIARIES

Fiscal Year Ended December 31, 2021

This document consists of:

Consolidated Statements of Financial Position
Consolidated Statements of Comprehensive Income by Nature
Consolidated Statements of Direct Cash Flows
Consolidated Statements of Changes in Shareholders' Equity
Explanatory Notes to the Consolidated Financial Statements

AGUAS ANDINAS S.A. AND SUBSIDIARIES

General Background

Name:
Aguas Andinas S.A.

Type of entity:
Open stock corporation

Registration in the Securities Registry:
NO. 0346

Legal address:
Avenida Presidente Balmaceda N° 1398, Santiago Chile

Telephone:
(56-2) 569 2500

Fax:
(56-2) 569 2777

P.O. Box:
1537 Santiago

Business:
Collection, purification, distribution of potable water and sewage disposal.

Subscribed and paid-in capital:
M\$155.567.354

External auditors:
Ernst & Young

Unique Taxpayer Identification Number (RUT):
61.808.000-5

Legal incorporation of the Company.

Aguas Andinas S.A. was incorporated as a corporation by public deed on May 31, 1989 in Santiago, Chile, before the Notary Public Mr. Raúl Undurraga Laso. An extract of the bylaws was published in the Official Gazette of June 10, 1989, and was registered in the Commercial Registry on page 13,891, No. 7,040 of 1989 of the Santiago Real Estate Registry (Conservador de Bienes Raíces de Santiago).

Legal aspects.

The Company is registered in the Securities Registry of the Superintendency of Securities and Insurance (hereinafter "Financial Market Commission") under No. 0346, pursuant to Law No. 18,777. As a sanitation sector company, it is supervised by the Superintendency of Sanitation Services, in accordance with Law No. 18,902 and Decree Law No. 382 and Decree Law No. 70, both of 1988.

Corporate purpose.

The Company's corporate purpose is to provide sanitation services, which includes the construction and operation of public utilities to produce and distribute potable water and collect and dispose of sewage within the concession area distributed in Greater Santiago, outlying towns and in the Los Rios and Lakes Region, except for the city of Valdivia. To provide a comprehensive service to customers, the Company has non-sanitation subsidiaries providing diversified services such as the treatment of industrial waste, commercialization of materials and technical analysis.

Board of Directors

Chairman:
Claudio Muñoz Zuñiga

Named Directors:
Jorge Manet Codina
Loreto Silva Rojas
Giorgianna Cúneo Queirolo
Narciso Berberana Sáenz
Rodrigo Manubens Moltedo
Mauricio Rojas Mullor
General Manager:
Marta Colet Gonzalo

Percentage of parent company shareholding:
50.10234% direct

Percentage represented by the investment in the parent company's assets.
The investment in the company represents the proportion of 52.31%.

Commercial relationship with parent company and subsidiaries of the parent company

During 2020 there was only one office lease agreement with Inversiones Aguas Metropolitana S.A. for facilities in the corporate building of Aguas Andinas S.A., which was paid on a monthly basis. In the future it is expected to maintain similar commercial relations.

Note 1. GENERAL INFORMATION

Aguas Andinas S.A. (hereinafter the "Company") and its Subsidiaries make up the Aguas Andinas Group (hereinafter the "Group"). Its legal domicile is Avenida Presidente Balmaceda N° 1398, Santiago, Chile, and its tax identification number is 61,808,000-5.

Aguas Andinas S.A. was incorporated as a corporation by public deed on May 31, 1989 in Santiago, Chile, before the Notary Public Mr. Raúl Undurraga Laso. An extract of the bylaws was published in the Official Gazette of June 10, 1989, and was registered in the Commercial Registry on page 13,981, No. 7,040 of 1989 of the Santiago Real Estate Registry.

The Company's corporate purpose, according to the second article of its bylaws, is to provide sanitation services, which includes the construction and operation of public utilities to produce and distribute potable water and to collect and dispose of sewage. Its current concession area is distributed in Greater Santiago and outlying areas.

The Company is the parent company of two sanitation companies in Greater Santiago (Aguas Cordillera S.A. and Aguas Manquehue S.A.). In order to provide an integral service within its line of business, the Company has non-sanitationsubsidiaries providing services such as liquid industrial waste treatment (EcoRiles S.A.), laboratory analysis (Análisis Ambientales S.A.), commercialization of materials and other services related to the sanitation sector (Gestión y Servicios S.A.) and activities associated with water use rights and energy projects derived from facilities and assets of sanitary companies (Aguas del Maipo S.A.).

The Company is registered in the Securities Register of the Financial Market Commission under No. 346. The subsidiaries Aguas Cordillera S.A. and Aguas Manquehue S.A. are registered in the Special Registry of Reporting Entities of the Financial Market Commission under No. 170 and No. 2, respectively. As sanitary industry companies, they are regulated by the Superintendency of Sanitary Services, in accordance with Law No. 18,902 of 1989 and Decrees with Force of Law No. 382 and No. 70, both of 1988.

For the purpose of preparing the consolidated financial statements, a group is understood to exist when the parent company has one or more subsidiaries over which the parent company has direct or indirect control. The accounting policies applied in the preparation of the Group's consolidated financial statements are detailed in Note 2.2.

The direct controlling entity is Inversiones Aguas Metropolitanas S.A. ("IAM") with a 50.10234% ownership. ("IAM") which is controlled by Suez Inversiones Aguas del Gran Santiago Ltda. ("IAGSA") which is controlled by Suez Andinas S.A., its controller is Suez Spain, S.L., an entity based in Spain and one of the largest sanitary services operators worldwide, which in turn is controlled by Suez Groupe S.A.S. (France).

Following the takeover bid agreement approved by the Boards of Directors of Suez and Veolia Environnement on May 14, 2021, the above-mentioned takeover bid for the entire share capital of Suez, S.A. successfully concluded on January 10, 2022 and enabled Veolia Environnement to acquire 86.22% of the capital and voting rights in Suez, S.A. The Tender Offer was reopened from January 12 to January 27, 2022, ending with an acceptance rate of 95.95%. In accordance with

French AMF (Autorité des marchés financiers) regulations, Veolia Environnement will carry out a compulsory squeeze-out to acquire all of the Suez, S.A. shares it does not own and the latter will be delisted from Euronext Paris and Euronext Brussels.

Note 2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

2.1 Basis of preparation

These consolidated financial statements correspond to the consolidated statements of financial position as of December 31, 2021 and 2020 and the consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the periods ended December 31, 2021 and 2020, which have been prepared in accordance with International Accounting Standards (IAS), incorporated in the International Financial Reporting Standards (IFRS), issued by the International Accounting Standards Board (hereinafter "IASB"), and represent the full, explicit and unreserved adoption of the aforementioned IFRS.

The Group complies with the legal conditions of the environment in which it develops its operations, particularly the sanitary subsidiaries with respect to the regulations of the sanitary sector. The Group's companies display normal operating conditions in each area in which they carry out their activities, their projections show a profitable operation and they have the capacity to access the financial system to finance their operations, which in the opinion of management determines their capacity to continue as a functioning company, as established by the accounting standards under which these consolidated financial statements are issued.

Functional and presentation currency

The financial statements of each of the companies comprising the Group are presented in the currency of the primary economic environment in which such companies operate (functional currency). For purposes of the consolidated financial statements, the results and financial position of each Group Company are expressed in Chilean pesos (rounded in thousands of pesos), which is the functional currency of the Company and its Subsidiaries, and the presentation currency for the consolidated financial statements.

New accounting pronouncements

The standards and interpretations, as well as improvements and amendments to IFRS that have been issued, effective as of the date of these financial statements, are detailed below. The Company has applied these standards and concluded that they did not significantly affect the financial statements.

Amendments	Mandatory application date
IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 - Benchmark Interest Rate Reform - Phase 2	Annual periods beginning on or after January 1, 2021
IFRS 16 Rent reductions related to Covid-19, after June 30, 2021	Annual periods beginning on or after April 1, 2021

The standards and interpretations, as well as improvements and amendments to IFRS, which have been issued, but are not yet effective at the date of these financial statements, are detailed below. The Company has not applied these standards in advance.

Standards and interpretations	Mandatory application date
IFRS 17 Insurance Contracts	Annual periods beginning on or after January 1, 2023

Amendments	Mandatory application date
IFRS 3 Reference to the Conceptual Framework	Annual periods beginning on or after January 1, 2022
IFRS 16 Property, plant and equipment: proceeds obtained before intended use	Annual periods beginning on or after January 1, 2022
IAS 37 Onerous Contracts - Cost of Performance of a Contract	Annual periods beginning on or after January 1, 2022
IAS 1 Classification of liabilities as current or non-current	Annual periods beginning on or after January 1, 2023
IAS 8 Definition of accounting estimates	Annual periods beginning on or after January 1, 2023
IAS 1 Disclosure of accounting policies	Annual periods beginning on or after January 1, 2023
IAS 12 Deferred Taxes related to assets and liabilities arising from a single transaction	Annual periods beginning on or after January 1, 2023
IFRS 10 and IAS 28 Consolidated Financial Statements - sale or contribution of assets between an investor and an associate or joint venture	To be determined

The Company's management believes that the adoption of the Standards, Amendments and Interpretations described above, which may apply to Aguas Andinas S.A. and Subsidiaries, are in the process of evaluation and it is estimated that, at the date of their first application, they would not have a significant impact on the consolidated financial statements of the Group in the year of their first application. Management is periodically evaluating these implications.

Responsibility for the information and estimates made

The information contained in these consolidated financial statements is the responsibility of the Company's Board of Directors, which declares that all the principles and criteria included in the International Financial Reporting Standards (IFRS) have been applied. The Board of Directors, at its meeting held on February 14, 2022, approved these consolidated financial statements.

The consolidated financial statements of Aguas Andinas S.A. and Subsidiaries for 2020 were approved by its Board of Directors at its meeting held on March 25, 2021.

In preparing the consolidated financial statements, estimates have been used, such as:

- Revaluation of land
- Useful life of property, plant and equipment and intangibles
- Valuation of assets and purchased goodwill (goodwill or goodwill on investments)
- Impairment losses on assets
- Assumptions used in the actuarial computation of employee termination benefits
- Assumptions used in the fair value calculation of financial instruments
- Revenue from supplies pending invoicing
- Provisions for commitments with third parties
- Risks arising from current litigation

Although these estimates and judgments were made on the basis of the best information available at the date of issuance of these consolidated financial statements, it is possible that events that may occur in the future, such as what happened in this period regarding Covid-19, may make it necessary to modify them (upward or downward) in future periods, which would be recorded prospectively, at the time the variation is known, recognizing the effects of such changes in the corresponding future consolidated financial statements.

2.2 Accounting policies

The main accounting policies adopted in the preparation of these consolidated financial statements are described below.

A. Basis of consolidation

The consolidated financial statements include the financial statements of the Company and the entities controlled by the Company (its Subsidiaries). Subsidiaries are those entities over which the Group has the power to direct the relevant activities, is entitled to variable returns from its shareholding and has the ability to use that power to influence the amounts of the investor's returns. Subsidiaries are consolidated from the date on which control is transferred to the Group and are excluded from consolidation on the date on which control ceases.

In the consolidation process all transactions, balances, gains and losses between Group entities are eliminated.

The Company and its Subsidiaries present uniformity in the policies used by the Group.

The subsidiaries included in the consolidated financial statements of Aguas Andinas S.A. are the following:

R.U.T.	Company Name	Direct %	Indirect %	Total 2021 %	Direct %	Indirect %	Total 2020 %
96.809.310-K	Aguas Cordillera S.A.	99.99003	-	99.99003	99.99003	-	99.99003
89.221.000-4	Aguas Manquehue S.A.	0.00043	99.99957	100.00000	0.00043	99.99957	100.00000
96.945.210-3	EcoRiles S.A.	99.03846	0.96154	100.00000	99.03846	0.96154	100.00000
96.828.120-8	Gestión y Servicios S.A.	97.84783	2.15217	100.00000	97.84783	2.15217	100.00000
96.967.550-1	Análisis Ambientales S.A.	99.00000	1.00000	100.00000	99.00000	1.00000	100.00000
76.190.084-6	Aguas del Maipo S.A.	82.64996	17.35004	100.00000	82.64996	17.35004	100.00000
96.967.550-1	Análisis Ambientales S.A.	99.00000	1.00000	100.00000	99.00000	1.00000	100.00000
76.190.084-6	Aguas del Maipo S.A.	82.64996	17.35004	100.00000	82.64996	17.35004	100.00000

B. Operating segments

IFRS 8 establishes standards for reporting on operating segments and disclosures related to products and services. Operating segments are defined as components of an entity for which there is separate financial information, which is regularly reviewed by management to make decisions about resources to be allocated to segments and to evaluate their performance.

The Group manages and measures the performance of its operations by business segment. The internally reported operating segments are the following:

- Operations related to the sanitation business (water).
- Operations not related to the sanitation business (Non Water).

C. Intangible assets other than goodwill

The Company recognizes an identifiable intangible asset when it can demonstrate that it is probable that the future economic benefits attributed to the asset will flow to the entity and the cost can be measured reliably.

i. Intangible assets acquired separately:

Intangible assets acquired separately are stated at cost minus accumulated amortization and accumulated impairment losses. Amortization is calculated on a straight-line basis using estimated useful lives. The estimated useful lives and amortization method are reviewed at the end of each reporting period and the effect of any change in estimate is accounted for prospectively.

ii. Amortization method for intangibles:

Intangibles with finite useful lives

The amortization method applied by the Company reflects the pattern in which the future economic benefits of the asset are expected to be used by the entity. For this purpose, the Company uses the straight-line amortization method.

Software

The estimated useful life for software is 4 years. For other assets with a definite useful life, the useful life over which they are amortized corresponds to the periods defined in the contracts or rights that originate them.

Intangible assets of indefinite useful life

Intangible assets with indefinite useful lives correspond mainly to water rights and easements, which were obtained on an indefinite basis, as established in the acquisition contracts and the rights obtained from the General Water Directorate, which is part of the Ministry of Public Works.

Determination of useful life

The factors to be considered in estimating the useful life are, among others, the following:

- Legal, regulatory or contractual limitations.
- Predictable life of the business or industry.
- Economic factors (product obsolescence, changes in demand).
- Expected reactions from current or potential competitors.
- Natural factors, climate and technological changes that affect the ability to generate profits.

The useful life may require modifications over time due to changes in estimates as a result of changes in assumptions about the above factors.

D. Goodwill

Goodwill (goodwill) generated in the business combination represents the excess of the cost of acquisition over the Group's interest in the fair value of the assets and liabilities, including the identifiable contingent liabilities of a Subsidiary Company at the date of acquisition.

The valuation of the assets and liabilities acquired is made provisionally at the date of acquisition of control of the Company and is reviewed within a maximum period of one year from the date of acquisition. Until the fair value of the assets and liabilities is definitively determined, the excess between the acquisition price and the book value of the Company acquired is provisionally recorded as goodwill.

In the event that the final determination of goodwill is made in the financial statements of the year following the year in which the interest was acquired, the prior year's captions presented for comparative purposes are modified to reflect the value of the assets and liabilities acquired and the final goodwill from the date of acquisition of the interest.

The goodwill that was generated prior to the date of our transition to IFRS, i.e. January 1, 2008, is maintained at the net value recorded at that date, while that originated after that date remains recorded according to the acquisition method.

Goodwill is not amortized; instead, at the end of each accounting period, an

impairment test is performed to determine whether the recoverable amount of goodwill has been reduced to an amount lower than the recorded net cost, and if so, the appropriate adjustment for impairment is made, as required by IAS 36.

E. Property, plant and equipment

The Company uses the cost method for the valuation of Property, Plant and Equipment, except for land, which is valued using the revaluation method. The historical cost includes expenses that are directly attributable to the acquisition of the asset.

Land revaluations are performed with sufficient regularity to ensure that the carrying value of the revalued asset does not differ significantly from the fair value.

The revaluation surplus, net of the corresponding deferred taxes, is recognized in other comprehensive income within equity. However, in the event that a revaluation deficit of the same asset previously recognized as a loss is reversed, such increase is recognized in the statement of income. A decrease in value is recorded in the statement of income, except in the event that such decrease reverses the existing surplus on the same asset that would have been recognized in adjustments for changes in value.

Subsequent costs are included in the value of the initial asset or recognized as a separate asset, only when it is probable that the future economic benefits associated with the items of property, plant and equipment will flow to the Group and the cost of the item can be measured reliably. The value of the replaced component is derecognized for accounting purposes. All other repairs and maintenance are charged to income for the year in which they are incurred.

Depreciation method and estimated useful life for property, plant and equipment:

The depreciation method applied by the Company reflects the pattern at which the assets are expected to be used by the entity during the period in which they generate economic benefits. For this purpose, the Company uses the straight-line depreciation method over their technical useful lives, which is based on studies prepared by independent experts (external specialist companies). The residual value and useful life of assets are reviewed, and adjusted if necessary, at each closing of the Statement of Financial Position.

When the value of an asset exceeds its estimated recoverable amount, its value is written down immediately to its recoverable amount (Note 33).

Useful lives

The useful lives considered for purposes of calculating depreciation are based on technical studies prepared by specialized external companies, which are reviewed as new information becomes available that allows considering that the useful life of an asset has been modified.

The allocation of the total useful life for the assets is made on the basis of several factors, including the nature of the equipment. Such factors generally include:

1. Nature of the component materials of the equipment or constructions.
2. Operating environment of the equipment
3. Intensity of use
4. Legal, regulatory or contractual limitations.

The useful life range (in years) by type of asset is as follows:

Item	Minimum useful life (years)	Maximum useful life (years)
Buildings	25	80
Plant and equipment	5	50
Information technology equipment	4	4
Fixed installations and accessories	5	80
Motor vehicles	7	10
Leasehold improvements	5	5
Other property, plant and equipment	5	80

Policy for estimating the cost of dismantling, removal or rehabilitation of property, plant and equipment:

Due to the nature of the assets being constructed in the Company and given that there are no contractual obligations or other constructive requirement as mentioned by IFRS and, in the regulatory framework, the concept of decommissioning costs is not applicable as of the date of these consolidated financial statements.

Property, plant and equipment sales policy

The results from the sale of property, plant and equipment are calculated by comparing the proceeds obtained with the book value and are recorded in the Consolidated Statement of Comprehensive Income.

F. Impairment of tangible and intangible assets other than goodwill

At each balance sheet date, the Group reviews the carrying amounts of its tangible and intangible assets with definite useful lives to determine whether there are indicators that such assets have suffered an impairment loss. If such indicators exist, the recoverable amount of the assets is estimated to determine the amount of the impairment loss (if any). When it is not possible to estimate the recoverable amount of a particular asset, the Group estimates the recoverable amount of the Cash Generating Unit to which the asset belongs.

Intangible assets with indefinite useful lives are tested for impairment annually and when there are indicators that the asset may be impaired before the end of that period.

The recoverable amount is the higher of fair value minus costs to sell and value in use. In estimating value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects both the current market conditions of the time value of money and the specific risks associated with the asset.

When the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of that asset (or cash-generating unit) is adjusted to its recoverable amount by immediately recognizing an impairment loss in income. When an impairment loss is reversed, the carrying amount of the asset (or cash-generating unit) is adjusted to the revised estimate of its recoverable amount, provided that the adjusted carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years.

G. Leases

The Group evaluates its leases in accordance with IFRS 16, i.e. whether the right to control the use of an identified asset is transferred for a period of time in exchange for consideration. Control is deemed to exist if the customer has i) the right to obtain substantially all the economic benefits from the use of an identified asset; and ii) the right to direct the use of the asset.

When the Group acts as lessee, at the inception of the lease (i.e. the date the underlying asset is available for use) it records a right-of-use asset and a lease liability in the statement of financial position.

The Group initially recognizes the right-of-use asset at cost, adjusted for any remeasurement of the lease liability, minus accumulated depreciation and accumulated impairment losses. The right-of-use asset is depreciated over the lease term. To determine whether the right-of-use asset is impaired, the same criteria detailed in Note 2.2.F are applied.

Lease liabilities are initially measured at the present value of the lease payments, discounted at the company's incremental borrowing rate, if the interest rate implicit in the lease cannot be readily determined.

After the commencement date, the lease liability is increased to reflect the accrual of interest and reduced by the lease payments made. In addition, the carrying amount of the liability is remeasured if there is a change in the terms of the lease (changes in the term, in the amount of payments or in the valuation of an option to purchase or change in the amounts payable). Interest expense is recognized as a finance cost in profit or loss for the period.

Short-term leases, equal to or less than one year, or leases of low-value assets are exempted from the application of the recognition criteria described above, recording the payments associated with the lease as an expense on a straight-line basis over the lease term.

When the Group acts as lessor, it classifies at the inception of the agreement whether the lease is an operating or finance lease, based on the substance of the transaction. Leases in which substantially all the risks and rewards incidental to ownership of the underlying asset are transferred are classified as finance leases. All other leases are classified as operating leases.

H. Financial assets

Acquisitions and disposals of financial instruments are recognized on the trade date, i.e. the date on which the Group undertakes to acquire or sell the asset. Investments are derecognized when the rights to receive cash flows from them have been transferred and the Group has transferred substantially all the risks and rewards of ownership.

Financial assets are classified in the following categories:

- Financial assets at fair value through profit or loss
- Financial assets at fair value with changes in comprehensive income
- Financial assets at amortized cos

The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

Aguas Andinas S.A. and its subsidiaries invest in low-risk instruments that meet the classification standards established in their investment policies. Thus, mutual investment funds must have an AAfm / M1 rating (Quotas with very high protection against loss, associated with credit risks / quotas with the lowest sensitivity to changes in economic conditions). Time deposits and covenants, contracted are N-1 rated instruments (Instruments with the highest capacity to pay principal and interest on the agreed terms and maturities).

The issuing institutions of these instruments correspond to banking companies or subsidiaries of banks, with a risk rating of N-1 and their instruments have a risk rating of at least AA (with a very high capacity to pay principal and interest on the agreed terms and maturities, which would not be significantly affected by possible changes in the issuer, the industry to which it belongs or in the economy).

i. Effective interest rate method

The effective interest rate method corresponds to the method of calculating the amortized cost of a financial asset or liability and the allocation of interest income or expense over the entire period. The effective interest rate corresponds to the rate that exactly discounts the estimated future cash flows receivable over the expected life of the financial asset, and makes the Net Present Value (NPV) equal to its nominal amount.

ii. Fair value through other comprehensive income

For the classification of an asset at fair value through other comprehensive income, the sale of financial assets for which the principal amount plus interest, if applicable, is expected to be recovered within a specified period of time must be complied with as a principle.

iii. Financial assets at fair value through profit or loss

Financial assets are presented at fair value through profit or loss when the financial asset is held for trading or is designated as at fair value through profit or loss.

Financial assets at fair value through profit or loss are measured at fair value and any resulting gain or loss is recognized in profit or loss. The net gain or loss recognized in profit or loss includes any dividend or interest received on the financial asset.

The Company and its subsidiaries hold shares of Sociedad Eléctrica Puntilla S.A., which have been valued at fair value at the date of acquisition, as established in IFRS 9. They are subsequently measured at cost since there is no active market, according to the same standard.

iv. Financial assets at amortized cost
Loans and receivables

Trade debtors, loans and other receivables are non-derivative financial assets which have fixed or determinable payments and are not quoted in an active market and are classified as loans and receivables. Loans and receivables are measured at amortized cost using the effective interest rate method, minus any impairment losses, except for short-term receivables where the recognition of interest would be immaterial.

Trade and other accounts receivable

Trade accounts receivable correspond to amounts billed for consumption of potable water, sewerage services, sewage treatment and other services and to income accrued for consumption between the date of the last reading (according to the established monthly calendar) and the closing date of the Financial

Statement. These are recorded at the net value of the provision for doubtful accounts or those with a low probability of collection.

The trade debtors policy is subject to the credit policy, which establishes the payment conditions, as well as the different scenarios to be agreed for delinquent customers.

Impairment policy for trade and other accounts receivable

The Company periodically evaluates impairment losses affecting its financial assets. The amount is recorded in the provision account for doubtful accounts. The carrying amount of the asset is reduced as the provision account is used and the loss is recognized in the consolidated statement of comprehensive income within "other expenses". When a receivable is uncollectible, it is recorded against the provision account for accounts receivable based on the expected credit loss model as established in IFRS 9.

The estimates are based on recovery statistics, which indicate that after the eighth month of unpaid invoicing, the possibility of collection is marginal, in other words, the probability of recovering an invoiced value is minimal.

In Aguas Andinas S.A. and its subsidiaries Aguas Cordillera S.A. and Aguas Manquehue S.A., the debt of customers with more than 8 balances are provisioned at 100%.

Additionally, debts for consumption transformed into payment agreements are provisioned at 100% of the agreed balance.

Notes receivable with overdue debt are provisioned at 100%.

I. Inventories

Materials, spare parts and supplies are stated at acquisition cost, which does not exceed net realizable value. The costing method corresponds to the weighted average cost. On a semi-annual basis, an impairment estimate is made for those materials that are damaged, partially or totally obsolete, or have not been in rotation for the last twelve months and their market price has fallen by more than 20%.

J. Dividend payment policy

The Company's dividend policy, as established in Article 79 of Law 18,046 governing corporations, is to distribute at least 30% of the net income of each year. In the event that these dividends do not exist or are less than the minimum established by law, the respective provision will be made.

In addition to this, at the twenty-ninth Ordinary Shareholders' Meeting, a dividend policy was agreed upon consisting of distributing 100% of the profits, with 30% of the net profits for the year corresponding to a mandatory dividend and the remaining 70% to an additional dividend. This policy will remain in effect as long as the company's current level of capitalization continues and is compatible with the investment and financing policies established for each year.

K. Foreign currency transactions

Assets and liabilities denominated in foreign currencies are stated at the respective exchange rates in effect at the end of each year, according to the following parities:

Currency	12-31-2021	12-31-2020
	\$	\$
U.S. Dollar	844,69	710,95
Euro	955,64	873,30

Transactions in foreign currencies are translated to the functional currency using the exchange rates in effect at the dates of the transactions. Foreign currency gains and losses resulting from the settlement of these transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the consolidated statement of comprehensive income.

Exchange differences are recorded in the income statement for the period in which they accrue.

L. Financial liabilities

Loans, obligations with the public and similar liabilities are initially recorded at fair value, net of transaction costs incurred. Subsequently, they are valued at amortized cost, using the effective interest rate, except for those transactions for which hedging contracts have been entered into, which are valued in accordance with the following paragraph.

M. Derivative financial instruments and hedge accounting

The use of derivative financial instruments by Aguas Andinas S.A. and Subsidiaries is based on the Group's financial risk management policies, which establish the guidelines for their use.

The Group uses derivative financial instruments as hedging instruments to mitigate inflation, interest rate and foreign currency risks on existing items to which it has been exposed by reason of its operations.

Derivatives are recorded at fair value at the statement of financial position date. In the case of financial derivatives, if their value is positive, they are recorded under the caption "Other Financial Assets" and if it is negative, under the caption "Other Financial Liabilities".

Changes in fair value are recorded directly in income, unless a derivative has been designated for accounting purposes as a hedging instrument and all the conditions established by IFRS for the application of hedge accounting are met.

The treatment of hedging transactions with derivative instruments is as follows:

Fair value hedges. Changes in the market value of derivative financial instruments designated as hedging instruments, as well as the hedged items, are recorded with a charge or credit to the financial results of the respective income statement accounts.

Cash flow hedges and hedges of net investment in foreign currency LChanges in the fair value of these derivative financial instruments are recorded for the effective portion directly in an equity reserve called "cash flow hedge", while the ineffective portion is recorded in income. The amount recognized in equity is not transferred to the income statement until the results of the hedged transactions are recorded in the income statement, or until the maturity date of the hedged transactions. In the event of discontinuation of the hedge, the accumulated gain or loss at that date in equity is maintained until the underlying hedged transaction is realized.

At that time, the accumulated gain or loss in equity will be reversed in the income statement affecting that transaction. At the close of each year, financial instruments are stated at fair value.

In the case of derivatives not traded in formal markets, the Group uses assumptions for their valuation based on market conditions at that date.

Effectiveness. A hedge is considered highly effective when changes in the fair value or cash flows of the underlying directly attributable to the hedged risk are offset by changes in the fair value or cash flows of the hedging instrument with an effectiveness in the range of 80% to 125%.

Embedded derivative. The Group also evaluates the existence of embedded derivatives in contracts and financial instruments to determine whether their characteristics and risks are closely related to the main contract, provided that the set is not being accounted for at fair value. If they are not closely related, they are recorded separately, with changes in value recognized directly in the consolidated statement of income.

N. Provisions and contingent liabilities

Provisions are recognized when the Group has a present obligation that arises from past events, for which it is probable that the Group will use resources to settle the obligation and for which a reasonable estimate of the amount of the obligation can be made.

Provisions are quantified on the basis of the best information available on the event and its consequences, and are re-estimated at each accounting closing. Provisions are used to cover the specific risks for which they were originally recognized, and are reviewed, in whole or in part, when these risks disappear or decrease.

Contingent liabilities are all those possible obligations arising as a result of past events, whose future materialization and associated financial loss is estimated to be of low probability. In accordance with IFRS, the Group does not recognize any provision for these items, although, as required by the same standard, they are detailed in Note 18.

O. Employee benefits

The obligation for severance indemnities estimated to accrue to employees retiring from Aguas Andinas S.A., Aguas Cordillera S.A. and Aguas Manquehue S.A. is recorded at actuarial value, determined using the projected unit credit method. Actuarial gains and losses on severance indemnities arising from changes in the estimates of turnover rates, mortality, salary increases or discount rate are determined in accordance with IAS 19 in other comprehensive income, directly affecting equity, which is subsequently reclassified to retained earnings.

Aguas Andinas S.A.

The severance indemnity for years of service at Aguas Andinas S.A. is governed by the provisions of the Labor Code, except for the amount of severance indemnity accrued at July 31, 2002 and the payment for dismissal of 1.45 salaries, excluding voluntary resignation, without a cap on the amount or years, for employees who are part of the collective bargaining agreements in force and to whom, through their individual employment contract, the same benefit was extended. The amount accrued at that date is adjusted quarterly according to the variation of the consumer price index. Also, the aforementioned collective bargaining agreement establishes that employees who retire from Aguas Andinas S.A. and retire within 120 days from the date on which they reach the legal retirement age may access the benefit detailed in the collective bargaining agreement, and continue to accrue this benefit after July 2002..

Aguas Cordillera S.A. and Aguas Manquehue S.A.

The severance indemnity for years of service at Aguas Cordillera S.A. and Aguas Manquehue S.A. is governed by the provisions of the Labor Code, except for the amount of severance indemnity accrued at December 31, 2002 and the payment for dismissal of one salary without a cap on the amount or years, for employees who are part of the collective bargaining agreements in force and to whom,

through their individual employment contract, the same benefit was extended. The amount accrued at that date is adjusted quarterly according to the variation of the consumer price index. Also, the aforementioned collective bargaining agreements establish that employees retiring from Aguas Cordillera S.A. and Aguas Manquehue S.A. continue to accrue this benefit after December 2002.

There are no benefits of this nature for the other subsidiaries.

P. Share-based payment reserve

In accordance with IFRS 2, Aguas Andinas has recognized an expense (personnel costs) corresponding to the benefits granted by the Parent Company Suez to employees of all subsidiaries worldwide, in the form of share-based payments, in consideration for services rendered, which benefit was subscribed by employees of Aguas Andinas and subsidiaries in Chile. These services are valued at the fair value of the instruments awarded and the effects are described in Note 23 to the Financial Statements.

The share purchase plans implemented by the parent company Suez for employees of subsidiaries around the world allow employees to subscribe to Company shares at a price lower than the market price. The fair value of instruments awarded under employee stock purchase plans is estimated at the grant date based on the value of this discount granted to employees and the vesting period applicable to the share subscribed. As it is treated as a service provided by employees to each subsidiary, in accordance with IFRS 2, Aguas Andinas and domestic subsidiaries recognize the cost of the agreement as an expense for the year, which is offset with a credit to equity.

Q. Income tax and deferred taxes

Income tax expense corresponds to the sum of income tax payable and the change in deferred tax assets and liabilities.

Income tax payable is determined based on the taxable income for the period. The Group's income tax payable is calculated using the tax rates that have been approved, or are in the last approval process, at the closing date of the statement of financial position.

Deferred taxes are recognized on the basis of the differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the calculation of taxable income and are accounted for using the balance sheet liability method. Deferred tax liabilities are recognized for all taxable temporary differences, and deferred tax assets are recognized for all deductible temporary differences to the extent that it is probable that future taxable profits will be available against which such differences can be utilized. Deferred tax assets or liabilities are not recognized if the temporary differences arise from the lower of the value or initial recognition (except in a business combination) of other assets and liabilities in a transaction that does not affect taxable profit or financial results.

The carrying amount of deferred tax assets is reviewed at each statement of financial position date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the recovery of all or part of the asset.

Deferred tax assets and liabilities are measured at the tax rates that are expected to be in effect for the period in which the liability is settled or the asset realized, based on tax rates that have been enacted or substantively enacted by the end of the statement of financial position period. The measurement of deferred tax assets and liabilities reflects the tax consequences that would result from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amounts of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset tax assets against tax liabilities and they relate to the same entity and tax authority.

R. Ordinary revenue

Ordinary revenue recognition policy

The Company determined its recognition and measurement of revenue from ordinary activities based on the principle that revenue is recognized at an amount that reflects the consideration to which the entity expects to be entitled in exchange for transferring goods or services to a customer. This fundamental principle should be applied on the basis of a five-step model:

- (1) identification of the contract with the customer;
- (2) identification of the performance obligations of the contract;
- (3) determination of the transaction price;
- (4) allocation of the transaction price to the performance obligations; and
- (5) recognition of revenue when (or as) the performance obligations are satisfied.

Ordinary revenue recognition policy for sales of goods

Revenue from sales of goods is recognized once the significant risk and rewards of ownership of the goods have been transferred, the Company retains no relationship with the goods sold, the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the sale will flow to the Company and the costs incurred in the transaction are also reliably measurable.

Revenue recognition policy for sales of services

Revenues from the sale of services are measured at fair value. Billings are made on the basis of actual consumption or work performed of the consideration receivable, net of returns, trade discounts and rebates, so that revenue is recognized when it is transferred to the customer and recovery is considered probable, the associated costs and possible discounts for erroneous collections can be estimated reliably.

The services area of the sanitary companies is divided into billing groups, which determine dates for readings and subsequent billing. This process is developed based on a monthly calendar, which generates that at the end of each month there are not recorded consumptions and, therefore, not billed.. For billing groups that have information on the basis of consumption actually read, the corresponding tariff will be applied. In those cases in which the Company does not have all the consumption recorded, the best estimate of those revenues

pending billing will be made, that is, based on the physical data of the previous month valued at the current rate, considering in both cases (billing or estimate) the normal rate or overconsumption, as appropriate.

The transfer of risks and benefits varies according to the company's line of business. For the sanitary services companies, the provision of services and all associated charges are made according to actual consumption and a monthly provision is made for consumption made and not billed on the basis of previous invoicing. For the subsidiaries Análisis Ambientales S.A., EcoRiles S.A., Gestión y Servicios S.A. and Aguas del Maipo S.A., billing and any provision is made on the basis of work performed..

Method for determining service termination status

The provision of health services is verified through the measurement of consumption, in accordance with the provisions of the related legal regulations, while for the non-health subsidiaries, once the services have been concluded and/or the respective reports have been issued.

Revenues from agreements with developers are recorded as ordinary income to the extent that certain conditions stipulated in each contract are met, which ensure that the associated economic benefit will flow to the Company.

S. Earning per share

Basic earnings per share is calculated by dividing the profit (loss) attributable to equity holders of the Parent Company by the weighted average number of common shares outstanding.

The Group has not carried out any potentially dilutive transactions that result in diluted earnings per share other than basic earnings per share.

T. Environmental information

Assets of an environmental nature are considered to be those that are used on a lasting basis in the activity of the Company and Subsidiaries, whose main purpose is to minimize adverse environmental impacts and protect and improve the environment, including the reduction or elimination of future pollution from the operations of Aguas Andinas S.A. and Subsidiaries.

These assets are valued at acquisition cost. The Company and Subsidiaries amortize these items on a straight-line basis over the estimated remaining useful lives of the various items.

U. Consolidated cash flow statements

The cash flow statement includes cash movements during the period, which include value added tax (VAT), determined by the direct method and with the following criteria:

Cash and cash equivalents: represent inflows and outflows of cash and cash equivalents, which are short-term investments with high liquidity and low risk of changes in value (term of less than 3 months from the date of contracting and without restrictions).

Operating activities: are typical activities of the normal business operation of the Company and its Subsidiaries, as well as other activities not classified as

investing or financing activities.

Investing activities: are activities of acquisition, sale or disposal by other means of long-term assets and other investments not included in cash and cash equivalents.

Financing activities: are activities that result in changes in the amount and composition of shareholders' equity and liabilities that are not part of ordinary activities.

V. Construction contracts

For construction contracts, the Group uses the "percentage-of-completion method" for the recognition of revenues and expenses related to a contract in progress. Under this method, revenues derived from the contract are compared to the contract costs incurred at the stage of completion, thereby disclosing the amount of revenues, expenses and profits that can be attributed to the executed portion of the contract.

Contract costs are recognized when incurred. When the outcome of a construction contract can be reliably estimated and it is probable that the contract will be profitable, contract revenue is recognized over the contract period. When it is probable that total contract costs will exceed total contract revenues, the estimated loss is recognized immediately as an expense for the year. When the outcome of a construction contract cannot be estimated with sufficient reliability, contract revenue is recognized only to the extent of contract costs incurred that it is probable will be recovered.

The Group presents as an asset the gross amount due from customers for work on all contracts in progress for which the costs incurred plus recognized profits (minus recognized losses) exceed partial billings. Partial billings not paid by customers and retentions are included in "Trade and other receivables".

The Group presents as a liability the gross amount due to customers for work on all contracts in progress for which partial billings exceed costs incurred plus recognized profits (minus recognized losses).

W. Capitalized financing costs

Interest-bearing loan policy:

Borrowing costs that are directly attributable to the acquisition, construction or production of assets that meet the conditions for qualification are capitalized as part of the cost of such assets.

Interest cost capitalization policy:

Interest paid or accrued on debt that finances qualifying assets is capitalized, as stipulated in IAS 23. IAS 23 establishes that when the Entity acquires debt for the purpose of financing investments, the interest on that debt must be deducted from financial expense and incorporated into the financed construction work, up to the total amount of such interest, applying the respective rate to the disbursements made at the date of presentation of the financial statements.

X. Non-current assets held for sale or for distribution to Owners

The company classifies as non-current assets (or group of assets for disposal) held for sale, property, plant and equipment, intangible assets, investments in associates, joint ventures and disposal groups (group of assets to be disposed of together with their directly associated liabilities), for which at the closing date of the statement of financial position active efforts have been initiated for their sale, and it is highly probable that the transaction will be completed during the twelve-month period following such date.

Assets or disposal groups classified as held for sale are valued at the lower of their carrying amount or fair value minus costs to sell, and are no longer amortized from the moment they acquire this classification.

Non-current assets held for sale and components of disposal groups classified as held for sale or held for distribution to owners are presented in the consolidated financial statements as follows:

Assets in a single line item called "Non-current assets or groups of assets for disposal classified as held for sale". Liabilities that are part of a group of assets for disposal classified as held for sale shall be presented in the statement of financial position separately from other liabilities, i.e. in the line item "Liabilities included in groups of assets for disposal classified as held for sale". These assets and liabilities shall not be offset, nor shall they be presented as a single amount.

In the statement of comprehensive income, a single amount comprising the total after-tax profit or loss from discontinued operations and the after-tax earning or loss recognized on measurement at fair value minus costs to sell, or on disposal of the assets or disposal groups constituting the discontinued operation, is presented under the item "Earning (loss) from discontinued operations".

Y. Change in accounting policy

As of September 30, 2020, the Aguas Group decided to use the revaluation model for the asset class "Land" classified within the grouping property, plant and equipment. Thus, the value of this asset class will be periodically updated according to its market value.

The prospective application of this policy implied an increase in the value of property, plant and equipment of \$227,205 million.

For more information, see Note 13.

Note 3. TRADE DEBTORS, RECEIVABLES AND OTHER ACCOUNTS RECEIVABLE

The composition of trade receivables (current and non-current) as of December 31, 2021 and 2020 is as follows:

Credit risk	31-12-2021 M\$	31-12-2020 M\$
Gross trade receivables exposure	134,434,882	110,854,478
Gross exposure notes receivable	1,397,238	6,201,585
Gross exposure other accounts receivable	3,995,027	3,904,223
Trade and other receivables, current, gross	139,827,147	120,960,286
Allowance for doubtful accounts receivable	(38,721,361)	(33,477,605)
Trade and other accounts receivable current, net	101,105,786	87,482,681
Gross exposure on notes receivable	244,711	526,813
Gross exposure other receivables	3,454,722	3,907,719
Receivables, non-current	3,699,433	4,434,532
Allowance for doubtful accounts receivable	(261,186)	(255,919)
Non-current receivables, net	3,438,247	4,178,613
Net exposure, concentrations of risk	104,544,033	91,661,294

(*) As of December 31, 2020, the settlement was approved for the class action lawsuit between SERNAC, CONADECUS and Aguas Andinas S.A., in relation to the massive potable water outages of April 2016, February and April 2017. This generated a recognition of ThCh\$9,909,734 within trade debtors, as a result of a compensation plan that was made by means of rebates to the monthly accounts of the affected customers.

The movement in the provision for uncollectible accounts receivable is as follows:

Movement in credit risk accounts receivable	31-12-2021 M\$	31-12-2020 M\$
Initial balance as of 01-01-2021	(33,733,524)	(32,275,945)
Increase in existing allowances	(15,694,733)	(20,171,784)
Decreases due to loss of control of subsidiary	-	6,152,495
Decreases	10,445,710	12,561,710
Changes, total	(5,249,023)	(1,457,579)
Ending balance	(38,982,547)	(33,733,524)

In accordance with the Group's policy, consumption debts transformed into payment agreements are provided for in full.

Below is the composition by age of the gross debt:

Aging of gross debt	31-12-2021 M\$	31-12-2020 M\$
less than three months	92,203,405	81,031,227
between three and six months	5,915,502	4,665,785
between six and eight months	3,040,229	3,102,160
more than eight months	42,367,444	36,595,646
Totals	143,526,580	125,394,818

In accordance with the provisions of IFRS 7 Financial Instruments, a detail of the gross overdue debt by age is presented:

Gross overdue debt	31-12-2021 M\$	31-12-2020 M\$
less than three months	11,597,059	9,771,031
between three and six months	4,413,631	3,205,547
between six and eight months	2,109,673	1,915,592
Totals	18,120,363	14,892,170

Past due debt is comprised of all amounts where the counterparty failed to make a payment when contractually due. In accordance with the Company's policy, customers with balances aged less than 9 months are not provisioned.

As of December 31, 2021 and 2020, the analysis of the gross exposure of current trade debtors and current and non-current documents receivable, for the repurchased and non-repurchased non-securitized portfolio, is as follows:

December 31, 2021						
Trade Accounts Receivable	Non-Repackaged Portfolio		Repackaged portfolio		Total gross portfolio	
	N° of customers	Gross amount ThCh\$	N° of customers	Gross amount ThCh\$	N° of customers	Gross amount ThCh\$
Current	15,511	5,197,378	-	-	15,511	5,197,378
Between 1 and 30 days	999,309	70,738,665	167	25,328	999,476	70,763,993
Between 31 and 60 days	175,413	8,283,849	839	72,888	176,252	8,356,737
Between 61 and 90 days	58,336	3,519,455	1,559	97,312	59,895	3,616,767
Between 91 and 120 days	32,526	2,250,749	1,756	126,931	34,282	2,377,680
Between 121 and 150 days	22,024	1,723,405	1,755	154,617	23,779	1,878,022
Between 151 and 180 days	14,701	1,451,795	1,821	212,476	16,522	1,664,271
Between 181 and 210 days	10,997	1,236,023	1,658	228,788	12,655	1,464,811
Between 211 and 250 days	7,337	1,149,123	2,696	428,987	10,033	1,578,110
More than 251 days	53,374	5,816,022	57,585	33,363,040	110,959	39,179,062
Totals	1,389,528	101,366,464	69,836	34,710,367	1,459,364	136,076,831

December 31, 2020						
Trade Accounts Receivable	Non-Repackaged Portfolio		Repackaged portfolio		Total gross portfolio	
	N° of customers	Gross amount ThCh\$	N° of customers	Gross amount ThCh\$	N° of customers	Gross amount ThCh\$
Current	15,887	5,013,675	-	-	15,887	5,013,675
Between 1 and 30 days	967,254	60,842,256	259	18,872	967,513	60,861,128
Between 31 and 60 days	167,580	7,944,185	1,445	95,835	169,025	8,040,020
Between 61 and 90 days	54,706	2,886,976	2,611	148,599	57,317	3,035,575
Between 91 and 120 days	27,352	1,890,002	2,670	181,621	30,022	2,071,623
Between 121 and 150 days	14,741	1,346,084	2,791	215,541	17,532	1,561,625
Between 151 and 180 days	8,320	1,035,332	2,960	293,129	11,280	1,328,461
Between 181 and 210 days	6,786	1,158,755	3,080	365,983	9,866	1,524,738
Between 211 and 250 days	6,801	1,209,461	3,854	550,523	10,655	1,759,984
More than 251 days	88,167	14,526,746	34,015	17,859,301	122,182	32,386,047
Totals	1,357,594	97,853,472	53,685	19,729,404	1,411,279	117,582,876

As of December 31, 2021 and 2020, the analysis of protested notes receivable and notes receivable in judicial collection, for the non-securitized portfolio, is as follows:

NON-SECURITIZED PORTFOLIO				
Protested receivables and in judicial collections	Non-Repackaged Portfolio 12-31.2021		Repackaged portfolio 12-31-2020	
	N° of customers	Gross amount ThCh\$	N° of customers	Gross amount ThCh\$
Protested notes receivable	395	292,091	25	49,527
Documents receivable in judicial collection	5	327,532	5	273,705
Totals	400	619,623	30	323,232

As of December 31, 2021 and December 31, 2020, the analysis of credit risk is as follows:

December 31, 2021				
Non-Repackaged Portfolio ThCh\$	Provision		Period penalty	Recovery for the period
	Repackaged Portfolio ThCh\$	Total Provision ThCh\$		
(4,272,180)	(34,710,367)	(38,982,547)	10,404,331	-

December 31, 2020				
Non-Repackaged Portfolio ThCh\$	Provision		Period penalty	Recovery for the period
	Repackaged Portfolio ThCh\$	Total Provision ThCh\$		
(14,004,120)	(19,729,404)	(33,733,524)	12,561,710	-

Note 4. RELATED ENTITY DISCLOSURES

Balances and transactions with related entities

Transactions between the Company and its subsidiaries are at market conditions. These transactions have been eliminated in the consolidation process and are not disclosed in this note.

Accounts receivable from related entities

Accounts receivable from related entities are originated in Chile, the currency of the transactions is in pesos, the maturities are 30 days and there are no guarantees.

Related party Rut	Name of related party	Nature of relationship	Nature of transactions with related parties	Terms	Guarantees	12-31-2021 ThCh\$	12-31-2020 ThCh\$
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Controller Related	Laboratory analysis and sampling services	30 days	No Guarantees	7,588	3,820
77.441.870-9	Suez Medioambiente Chile S.A.	Controller Related	Laboratory analysis and sampling services	30 days	No Guarantees	10,208	1,741
77.441.870-9	Suez Medioambiente Chile S.A.	Controller Related	Riles discharge	30 days	No Guarantees	2,194	-
65.113.732-2	Corporación Chilena de Investigación del Agua SpA.	Controller Related	Lease	30 days	No Guarantees	3,098	-
76.080.553-K	Suez Advanced Solutions Chile Ltda.	Controller Related	Materials sales	30 days	No Guarantees	-	237
76.746.454-1	Suez Biofactoria Andina Spa.	Controller Related	La Farfana plant insurance	30 days	No Guarantees	-	977,058
Totals						23,088	982,856

Accounts payable to related entities

Accounts payable to related entities are originated in Chile, the currency of the transactions is in Chilean pesos.

Name of related party	Nature of relationship	Nature of transactions with related parties	Terms	Guarantees	12-31-2021 ThCh\$	12-31-2020 ThCh\$
Suez Medioambiente Chile S.A.	Controller Related	CCO 2.0 Operational Control Center Update Project, maintenance and support.	30 days	Contract Performance Bond Amount UF 4,017	119,186	60,094
Suez Biofactoria Andina Spa.	Controller Related	Upgrade plan to a biofactory at La Farfana treatment plant.	30 days	Contract Performance Bond Amount UF 1,048,050	3,575,539	5,013,608
Suez Biofactoria Andina Spa.	Controller Related	Nitrogen removal and biofactory adaptation plan for the Mapocho-Trebal treatment plant.	30 days	Contract performance bond Amount UF 1,048,050	9,072,418	10,985,877
Corporación Chilena de Investigación del Agua SpA.	Controller Related	Studies and consulting	30 days	No Guarantees	498,580	507,241
Suez Advanced Solutions Chile Ltda.	Controller Related	Purchase of materials	60 days	No Guarantees	9,127	6,902
Suez Advanced Solutions Chile Ltda.	Controller Related	Virtual platform	30 days	No Guarantees	1,912	53,602
Suez Advanced Solutions Chile Ltda.	Controller Related	Specialized customer service	30 days	No Guarantees	205,691	205,213
Suez Advanced Solutions Chile Ltda.	Controller Related	Process reengineering and implementation of new information systems for customer service.	30 days	Contract performance bond for ThCh\$845,149	163,727	42,208
Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Controller Related	Expansion and rehabilitation of Digesters Waste Water Plant Mapocho - Trebal	90 days	Contract performance bond for UF357,863.	-	729,635
Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Controller Related	Operation of purification plantBiogas La Farfana, control and monitoring of electric energy costs.	30 days	No Guarantees	134,567	30,990
EPSA Electrica Puntilla S.A.	Common Director	Water purchase	30 days	No Guarantees	16,440	33,594
Asociación canalistas sociedad del canal del Maipo	Common Director	Water purchase	30 days	No Guarantees	11,494	77,066
Aquatec Proyectos para el sector del agua S.A.	Controller Related	Water resources Tranque La Dehesa dam	30 days	No Guarantees	10,298	-
					13,818,979	17,746,030

Transactions with related entities

Transactions with related entities are originated in Chile, the currency of the transactions is in Chilean pesos.

TAX ID related party	Name of related party	Nature of relationship	Country of Origin	Nature of Transactions with Related Parties	Currency Type	12-31-2021 ThCh\$		12-31-2020 ThCh\$	
						Amount	Effect on Profit or Loss (Charge)/Credit	Amount	Effect on Profit or Loss (Charge)/Credit
76.080.553-K	Suez Advanced Solutions Chile Ltda	Controller Related	CL	Materials purchase	CLP	112,425	(66,394)	581,525	(262,758)
76.080.553-K	Suez Advanced Solutions Chile Ltda	Controller Related	CL	Administration, operation and maintenance of customer service system, virtual office and technological upgrade project.	CLP	2,349,086	(1,637,664)	2,998,246	(1,917,945)
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Controller Related	CL	Charge for termination of Mapocho-Trebal contract.	CLP	5,698,475	5,698,475	-	-
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Controller Related	CL	Cost overruns for the Mapocho-Trebal sewage treatment plant expansion project.	CLP	5,069,909	-	-	-
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Controller Related	CL	Rehabilitation of digesters.	CLP	(729,635)	-	1,869,749	-
76.078.231-9	Empresa Depuradora de Aguas Servidas Mapocho El Trebal Ltda.	Controller Related	CL	Operation and maintenance services Biogas Plant.	CLP	242,697	(220,485)	198,553	(168,251)
77.441.870-9	Suez Medioambiente Chile S.A.	Controller Related	CL	CCO 2.0 Operational Control Center Updating Project and leak detection with tracer gas.	CLP	2,671,726	(859,941)	2,911,316	(1,040,805)
77.441.870-9	Suez Medioambiente Chile S.A.	Controller Related	CL	Construction of Chamisero Plant (Batuco canal).	CLP	-	-	423,119	-
96.817.230-1	EPSA Eléctrica Puntilla S.A.	Common Director	CL	Purchase of water and electricity	CLP	3,811,187	(3,202,678)	3,291,168	(2,765,687)
76.746.454-1	Suez Biofactoría Andina spa.	Controller Related	CL	Operation, maintenance and adaptation of Biofactory treatment plant.	CLP	50,536,792	(20,553,578)	56,848,374	(27,574,925)
70.009.410-3	Asociación canalistas sociedad del canal del Maipo	Common Director	CL	Purchase of water and electricity	CLP	2,270,974	(1,908,381)	1,309,734	(1,100,617)
65.113.732-2	Corporación Chilena de Investigación del Agua	Controller Related	CL	Study on management models for resilient urban hydraulic infrastructures in relation to hydrological and geological risks, sludge valorization.	CLP	753,781	(753,781)	802,005	(767,222)
77.274.820-5	Inversiones Aguas Metropolitanas S.A.	Controller	CL	Dividends paid	CLP	52,698,492	-	54,728,445	-
65.113.732-2	Corporación Chilena de Investigación del Agua	Controller Related	CL	Study on management models for resilient urban hydraulic infrastructures in relation to hydrological and geological risks, sludge valorization.	CLP	802,005	(767,222)	744,753	(370,529)
77.274.820-5	Inversiones Aguas Metropolitanas S.A.	Controller	CL	Dividends paid	CLP	52,698,492	-	54,728,445	-

The materiality criterion for reporting transactions between related companies is amounts exceeding ThCh\$100,000 accumulated.

Remuneration of Directors and Directors' Committees

Remunerations paid to the directors of Aguas Andinas S.A. and Subsidiaries and directors' committee

	31-12-2021 ThCh\$	31-12-2020 ThCh\$
Board of Directors*	316,682	392,791
Committee of Directors	67,257	69,517
Totals	383,939	462,308

* Includes sessions paid to Essal until September 2020, the date on which it was sold.

Correspond only to fees associated with their functions as defined and agreed at the Ordinary Shareholders' Meeting.

Detail of related entities and transactions with related entities between Directors and Executives

The Company's management is not aware of the existence of transactions between related parties and directors and/or executives, other than their per diems and remuneration.

Statements of financial position	2021 ThCh\$	2020 ThCh\$
ASSETS		
Current assets	283,854,689	302,254,499
Non-current assets	1,945,366,921	1,842,181,989
Total Assets	2,229,221,610	2,144,436,488
LIABILITIES		
Current liabilities	248,642,211	244,032,589
Non-current liabilities	1,138,031,686	1,059,655,092
Equity	842,520,215	840,723,242
Minority interest	27,498	25,565
Total Liabilities and Shareholders' Equity	2,229,221,610	2,144,436,488
STATEMENT OF COMPREHENSIVE INCOME		
Income from ordinary activities	506,459,633	478,773,563
Cost of operations	(309,206,563)	(315,948,683)
Financial income (loss)	(22,788,579)	(24,303,832)
Other non-operating	(54,155,071)	(22,839,417)
Income taxes	(19,662,886)	(26,987,579)
Discontinued operations	-	11,671,443
Minority interest	2,005	1,673,827
Profit attributable to owners of the controlling entity	100,644,529	98,691,668
STATEMENT OF CASH FLOWS		
Cash flows provided by (used in) from operating activities	231,199,221	185,293,280
Cash flows provided by (used in) investing activities	(157,685,839)	(78,371,570)
Cash flows provided by (used in) financing activities	(84,945,654)	(4,038,882)
Net increase (decrease) in cash and cash equivalents	(11,432,272)	102,882,828
Cash and cash equivalents at beginning of period	174,945,586	72,062,758
Cash and cash equivalents at the end of the period	163,513,314	174,945,586
STATEMENT OF CHANGES IN EQUITY		
Issued capital	155,567,354	155,567,354
Retained earnings (loss)	361,776,346	364,961,863
Share premiums	164,064,038	164,064,038
Other equity investments	(5,965,550)	(5,965,550)
Other reserves	167,078,027	162,095,537
Non-controlling interests	27,498	25,565
Total equity	842,547,713	840,748,807

STATEMENTS OF FINANCIAL POSITION ENDED DECEMBER 31, 2021	Aguas Andinas S.A. and subsidiaries		Aguas Cordillera S.A. and subsidiaries		Aguas Manquehue S.A.		Ecoriles S.A.		Gestión y Servicios S.A		Análisis Ambientales S.A		Aguas del Maipo S.A.	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
ASSETS														
Current Assets	283,854,689	302,254,499	22,830,465	18,593,041	6,712,447	5,660,145	8,208,979	7,691,327	5,670,967	4,986,927	4,739,859	3,789,679	2,316,241	1,308,730
Non-Current Assets	1,945,366,921	1,842,181,989	419,823,368	398,580,857	97,973,115	98,536,029	916,833	842,045	2,525,143	2,734,194	6,240,863	5,782,464	11,725,683	12,188,311
Total Assets	2,229,221,610	2,144,436,488	442,653,833	417,173,898	104,685,562	104,196,174	9,125,812	8,533,372	8,196,110	7,721,121	10,980,722	9,572,143	14,041,924	13,497,041
LIABILITIES														
Current Liabilities	248,642,211	244,032,589	78,550,772	69,051,362	18,120,800	17,975,680	3,167,122	2,726,103	3,493,377	3,300,482	1,912,185	1,570,421	6,609,241	5,990,531
Non-Current Liabilities	1,138,031,686	1,059,655,092	88,292,010	91,704,771	23,885,615	27,715,600	44,354	39,421	966,417	1,067,776	818,268	436,408	1,859	4,272
Equity	842,520,215	840,723,242	275,810,781	256,417,513	62,679,147	58,504,894	5,914,336	5,767,848	3,736,316	3,352,863	8,250,269	7,565,314	7,430,824	7,502,238
Minority Interests	27,498	25,565	270	252	-	-	-	-	-	-	-	-	-	-
Total Liabilities and Shareholders' Equity	2,229,221,610	2,144,436,488	442,653,833	417,173,898	104,685,562	104,196,174	9,125,812	8,533,372	8,196,110	7,721,121	10,980,722	9,572,143	14,041,924	13,497,041
STATEMENT OF COMPREHENSIVE INCOME														
Revenues	506,459,633	478,773,563	74,958,304	70,582,730	19,243,191	16,316,315	17,157,185	16,282,874	10,088,904	8,917,094	10,069,396	9,616,567	896,583	339,931
Cost of Operations	(309,206,563)	(315,948,683)	(48,708,708)	(46,066,719)	(12,365,843)	(10,890,177)	(14,348,001)	(13,546,407)	(9,438,265)	(8,745,102)	(8,555,775)	(8,190,115)	(1,340,489)	(1,341,030)
Financial Income (Loss)	(22,788,579)	(24,303,832)	(666,476)	(1,274,458)	(397,374)	(700,171)	7,523	(4,602)	(44,143)	(27,217)	(23,138)	(43,837)	(68,981)	(119,509)
Other non-operating	(54,155,071)	(22,839,417)	(2,749,252)	(1,600,156)	(1,352,301)	(547,650)	25,130	5,539	10,878	(5,575)	12,011	5,294	58,686	26,375
Income Taxes	(19,662,886)	(26,987,579)	(2,720,176)	(4,535,997)	(655,823)	(863,393)	(644,868)	(718,577)	(124,308)	(18,546)	(269,467)	(329,757)	382,787	99,699
Minority Interests	(2,005)	(1,673,827)	(18)	(14)	-	-	-	-	-	-	-	-	-	-
Profit (loss) from discontinued operations	-	11,671,443	-	-	-	-	-	-	-	-	-	-	-	-
Profit attributable to owners of controlling interest	100,644,529	98,691,668	20,113,674	17,105,386	4,471,850	3,314,924	2,196,969	2,018,827	493,066	120,654	1,233,027	1,058,152	(71,414)	(994,534)
STATEMENT OF CASH FLOWS														
Net Cash Flows from Operating Activities	231,199,221	185,293,280	32,391,631	27,225,039	7,559,557	9,213,682	2,438,721	3,193,738	1,821,153	(332,385)	1,631,706	1,506,030	(509,667)	73,629
Net Cash Flows from Investing Activities	(157,685,839)	(78,371,570)	(30,000,023)	(21,261,540)	(2,213,776)	(3,587,493)	(260,544)	(257,625)	(817,453)	(194,703)	(1,122,088)	(541,472)	-	-
Net Cash Flows from Financing Activities	(84,945,654)	(4,038,882)	(2,383,148)	(7,318,788)	(4,906,469)	(4,881,983)	(2,000,000)	-	-	-	(81,000)	(1,000,000)	501,000	(95,000)
Net Increase (Decrease) in Cash and Cash Equivalents	(11,432,272)	102,882,828	8,460	(1,355,289)	439,312	744,206	178,177	2,936,113	1,003,700	(527,088)	428,618	(35,442)	(8,667)	(21,371)
Cash and Cash Equivalents Beginning Balance	174,945,586	72,062,758	3,741,504	5,096,793	1,705,818	961,612	3,330,159	394,046	874,077	1,401,165	414,288	449,730	10,688	32,059
Ending Cash and Cash Equivalent Balance	163,513,314	174,945,586	3,749,964	3,741,504	2,145,130	1,705,818	3,508,336	3,330,159	1,877,777	874,077	842,906	414,288	2,021	10,688
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY														
Issued Capital	155,567,354	155,567,354	153,608,183	153,608,183	9,025,832	9,025,832	333,787	333,787	506,908	506,908	262,456	262,456	7,971,221	7,971,221
Retained earnings (loss)	361,776,346	364,961,863	129,031,620	109,643,595	49,704,699	45,531,294	5,607,828	5,461,340	3,270,466	2,887,013	8,009,263	7,324,308	(129,681)	(58,267)
Other equity investments	(5,965,550)	(5,965,550)	(61,060,426)	(61,060,426)	(754,269)	(754,269)	(27,279)	(27,279)	(41,058)	(41,058)	(21,450)	(21,450)	(410,716)	(410,716)
Share premiums	164,064,038	164,064,038	-	-	-	-	-	-	-	-	-	-	-	-
other reserves	167,078,027	162,095,537	54,231,404	54,226,161	4,702,885	4,702,037	-	-	-	-	-	-	-	-
Non-controlling interests	27,498	25,565	270	252	-	-	-	-	-	-	-	-	-	-
Ending balance Shareholders' equity	842,547,713	840,748,807	275,811,051	256,417,765	62,679,147	58,504,894	5,914,336	5,767,848	3,736,316	3,352,863	8,250,269	7,565,314	7,430,824	7,502,238



Inversiones Aguas Metropolitanas

2021

