

ILAP Announces Standstill and Forbearance Agreement

Santiago, Chile, July 4, 2023 – Inversiones Latin América Power Limitada (“ILAP” or the “Company”) announces that it has entered into a standstill and forbearance agreement (the “Agreement”) with holders (the “Holders”) representing in excess of 75% of the outstanding principal amount of its 5.125% senior secured notes due 2033 (the “Notes”) issued pursuant to the indenture dated as of June 15, 2021 (the “Indenture”).

Pursuant to the Agreement, the Holders have agreed not to exercise any enforcement rights, or otherwise take remedial actions, under the Indenture and related security documents in respect of certain events of default that may arise under the Indenture as a result of ILAP not making certain payments falling due on July 3, 2023. The Agreement shall terminate on the earlier of (a) August 3, 2023, and (b) the date of occurrence of certain termination events, *provided, however*, that the standstill period, in each case, may be extended until September 3, 2023.

The purpose of the Agreement is to allow the Company and its creditors more time to discuss and explore comprehensive alternatives to address the Company’s current liquidity situation and explore their strategic options. The Company continues to evaluate capital structure proposals from its beneficial owners.

The Company has engaged Lazard Frères & Co as financial advisor, Greenberg Traurig, LLP as U.S. legal advisor, and Barros, Silva Varela & Vigil Abogados Limitada as Chilean legal advisor. The Holders have engaged Rothschild & Co as financial advisor, Cleary Gottlieb Steen & Hamilton as U.S. legal advisor, and Claro & Cia. as Chilean legal advisor.