



Governance



Predictability

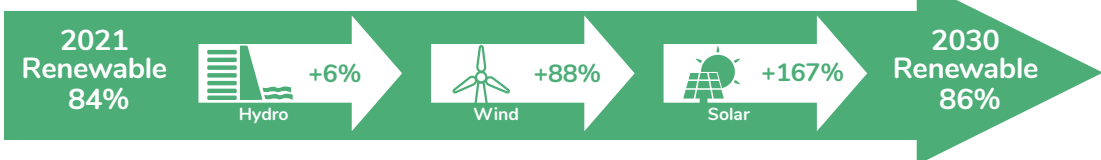
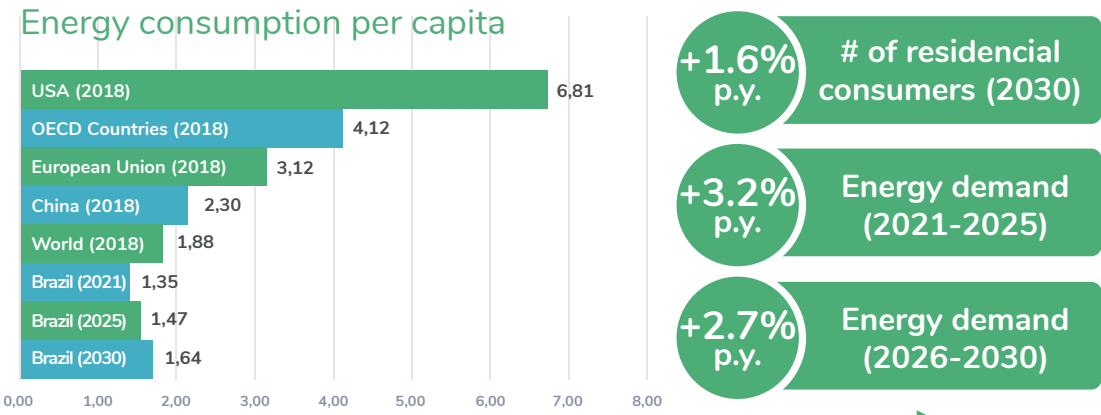
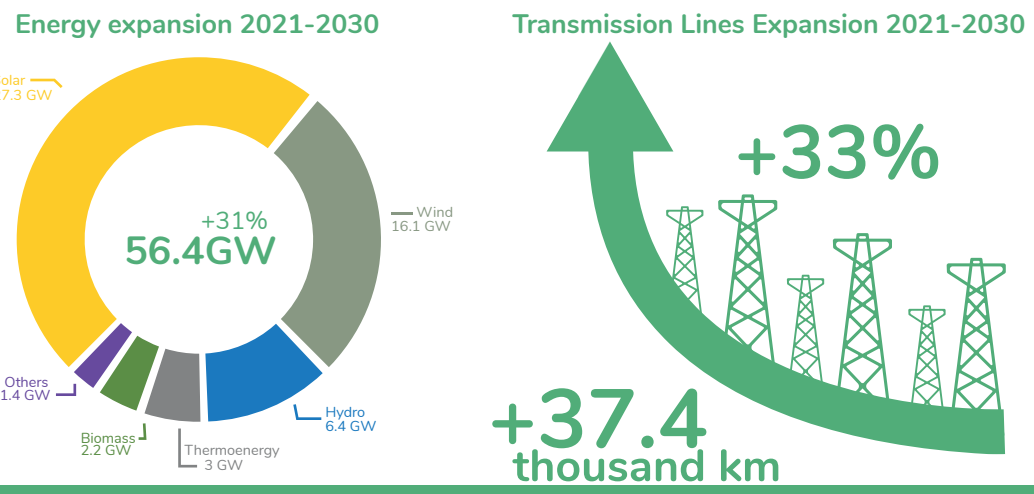


Dialogue



Regulatory Stability

### Why invest in the Brazilian Power Sector?



### Generation Expansion Auctions

Energy Sources	Isolated Systems	"A-3" and "A-4"	"A-5" and "A-6"
Hydro / Solar / Wind / Biomass / Thermo / Waste-to-Energy	April 2021	June 2021	September 2021

### Transmission Auction

Transmission Lines: 515km Jun/2021	Expected Investment: R\$ 1.3 bi Jun/2021	Auction scheduled for Jun/2021	Auctions in 2019, record average discount rate of 60%
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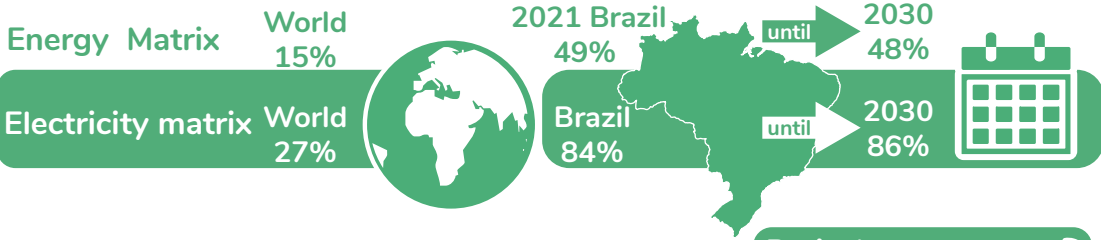
Auction schedule available at: [www.aneel.gov.br](http://www.aneel.gov.br)

### Angra 3

1.405 MW Average	Construction Progress: 62.5%	Starting Operation: 4th quarter of 2026	Investment for completion: \$3.3 bi
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### Eletrobras Capitalization

Current Market Share: 31% of generation, 47% of transmission	\$2 bi/year to maintain the market share	Increase investment capacity to stay ahead
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### Highlights 2021

- ✓ 'Covid Account' - financial operation to mitigate cash problems experienced by energy distributors during the pandemic
- ✓ GSF (Generation Scaling Factor) sorted out
- ✓ Modernization of the Power Sector up and running
- ✓ Eletrobras Capitalization Model accomplished

#### Paris Agreement

Brazil will meet non-mandatory targets in renewables by 2025

Electricity matrix	Energy matrix
22%-25%	45%-50%

### Next steps after the edition of MP 1031, on Feb 23rd, 2021:



PPI Qualified Project

Q2 2021 - INCLUSION OF ELEKTROBRAS IN THE PND

Q2 2021 - STUDIES HIRED BY THE NATIONAL DEVELOPMENT BANK

Q4 2021 - CORPORATE APPROVAL OF THE CAPITALIZATION MODEL

Q4 2021 - APPROVAL BY THE UNION COURT OF AUDITORS

Q4 2021 - CAPITAL INCREASE PERFORMANCE

Q1 2022 - SIGNATURE OF THE CONCESSION CONTRACT

Q1 2022 - PAYMENT OF GRANT

END OF THE PROCESS