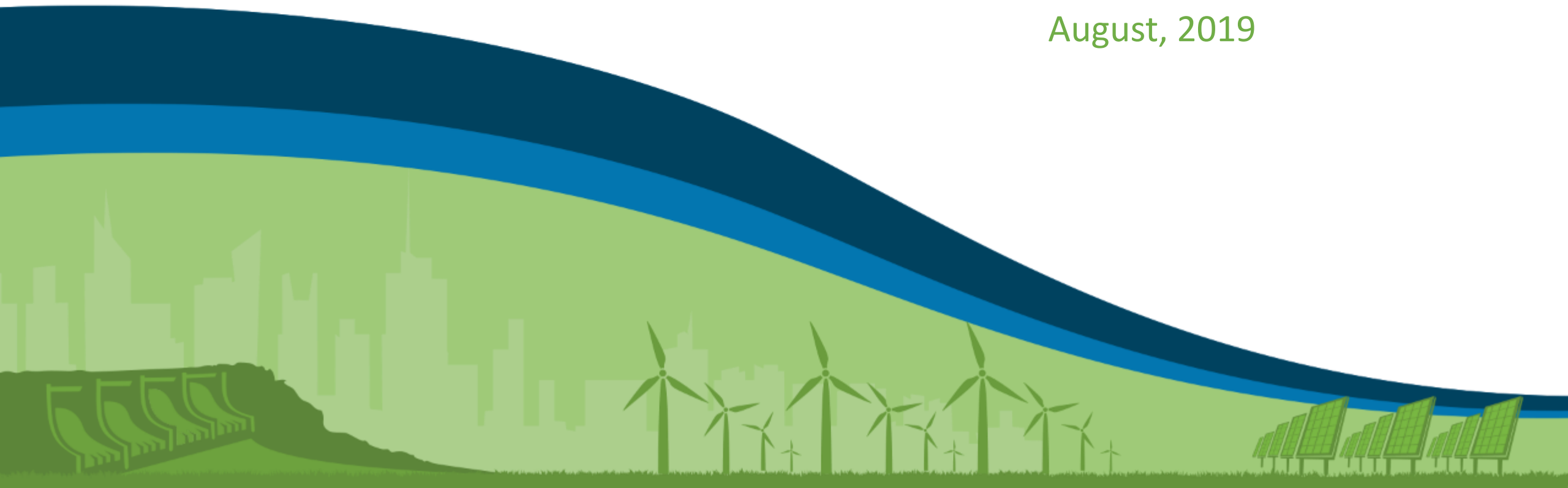




2Q19 Results

August, 2019



2Q19 Highlights



GROWTH AND DIVERSIFICATION

Ouroeste Solar Complex'
completion confirmed
for 3Q19

**500 MW of *greenfield*
wind projects** and
progress of ASIII



COMMERCIAL EXCELLENCE

**C&I client portfolio
expansion** through
Distributed Generation

95% of energy sales
target achieved
up to **2023**



OPERATIONAL EXCELLENCE

R\$2.2 billion refinancing
provides improved terms,
costs and covenants

First issuance for a solar
project to receive
Green Bond certificate



Growth and Diversification





Completion of Ouroeste ahead of schedule

OUROESTE SOLAR COMPLEX (144 MW)

Phase 1



Phase 2

100%

91%

August/19: commercial startup

Expected completion of construction works: **end of 3Q19**

- **Complex's Average Price¹:** R\$233.65/MWh
- **Estimated Ebitda:** between R\$70 and R\$80 million/year
- **Investment:** R\$655 million



Commercial Excellence



C&I clients as new business front



- 15.5 MW in signed Distributed Generation contracts
- Prices higher than portfolio and term of up to 12 years



Clients: McDonald's and Farmácias São João

Location: Minas Gerais, São Paulo, Rio de Janeiro and Rio Grande do Sul

Capacity: 8.3 MW

Farms: 6

Investment R\$47 million

95% of sales target achieved



Amounts sold and available for sale ¹ (MWavg)

Average Portfolio Price² (R\$/MWh)

171

172

171

166

164

Total Portfolio Contracting Level

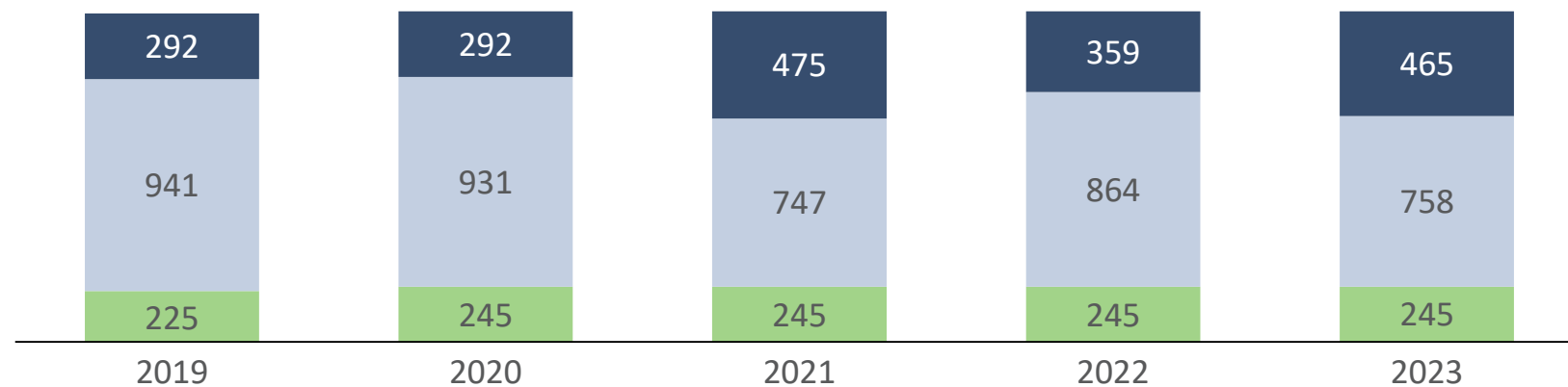
80%

80%

68%

76%

68%



Energy Available for Sale Hydro Energy Sold PPA from Wind + Solar

1 – Considers conventional and incentivized energy, excluding losses and internal consumption; 2 – Real term values as of June 2019



Financial Results

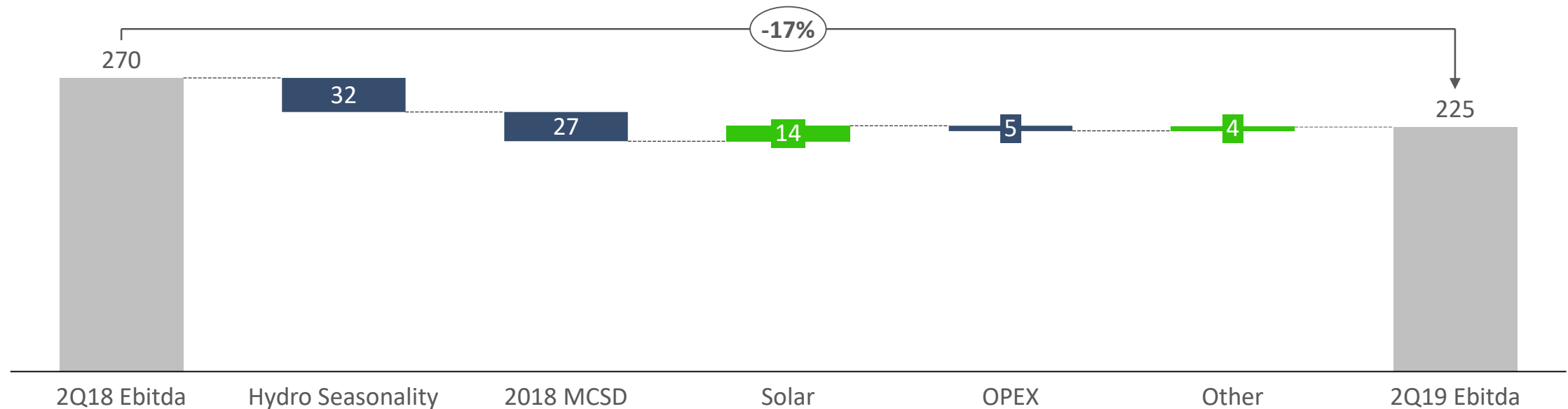


R\$225 million Ebitda in 2Q19



- Hydro seasonality results and MCSD in 2018 are non-recurring items in the quarter
- Increase in solar contribution due to the start of Guaimbê's operations in September 2018

Ebitda Breakdown (R\$ million)

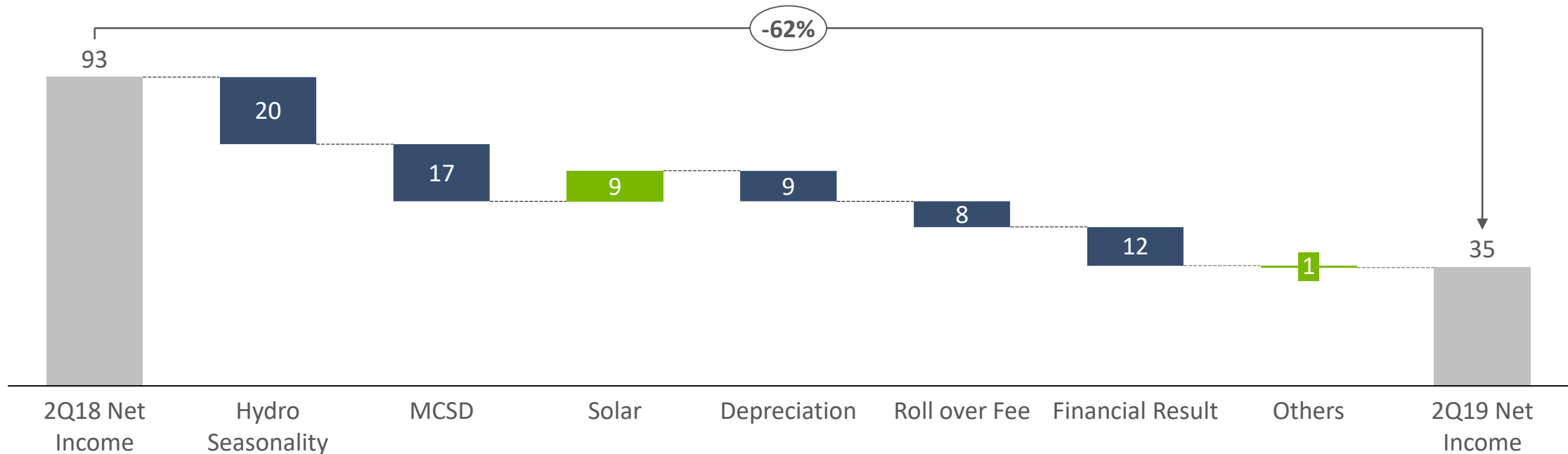


7.7% dividend yield in the last 12 months



- 75% of net income variation comes from non-recurring items
- Roll over fee recognized in the 2Q19 and gains should be measured as of the next quarter

Net Income Breakdown¹ (R\$ million)



1 – Adjusted to tax

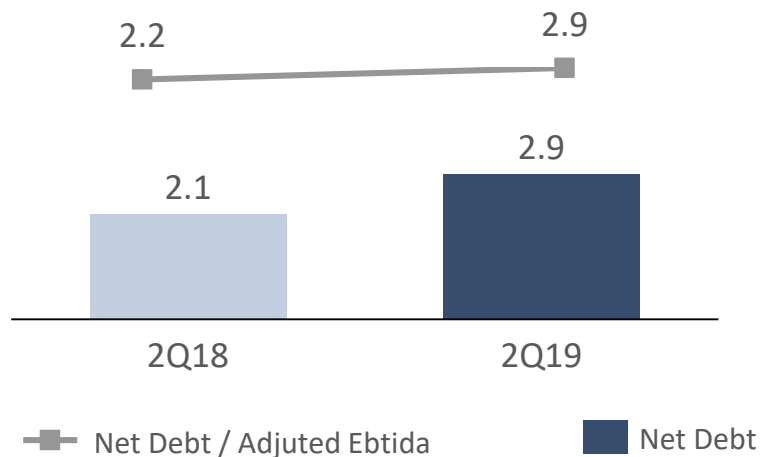
Refinancing of half of the Company's debt



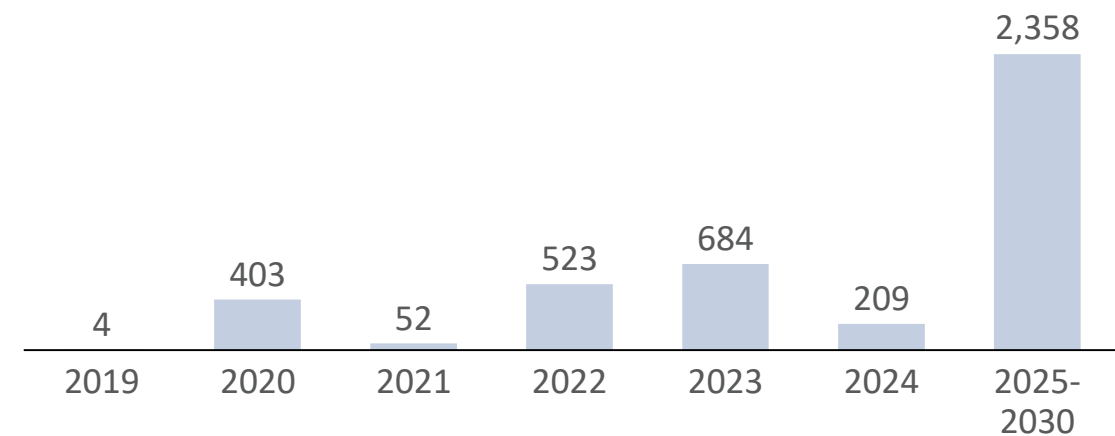
- R\$2.2 billion roll over provides current debt lengthening and cost reduction
- First issuance from a solar project to receive Green Bond certificate

Debt Profile	Effective rate ¹ (%p.a.)	Pre-issue	2Q19	Var	Average term (years)	Pre-issue	2Q19	Var
				7.0%	6.0%	-1.0 p.p.		3.9

Net Debt (R\$ billion)



Amortization Schedule (R\$ million)



1 – Post-tax rate



GROWTH AND DIVERSIFICATION

Diligence in the execution of the diversification strategy



Business **opportunities analysis** and **diligence in project delivery** drive the quarter



COMMERCIAL EXCELLENCE

Margin increase due to new business line



+ 8.3 MW installed capacity in **DG** through new long-term agreements with **C&I clients**



OPERATIONAL EXCELLENCE

Capital structure adjustment targeting growth



9th issue has **4.5x covenant limit** and has **Green Bond** certificate

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Statements contained in this document regarding the business perspective, the projections of operating and financial results and the growth potential of the Company are mere forecasts and were based on management's expectations regarding the future of the Company. These expectations are highly dependent on changes in the market, the economic performance of Brazil, the electric sector and the international market, and are therefore subject to change.

